



भारत का राजपत्र

The Gazette of India

प्राधिकार से प्रकाशित
PUBLISHED BY AUTHORITY

सं० 42]

नई दिल्ली, शनिवार, अक्टूबर 19, 1968 (आश्विन 27, 1890)

No. 42]

NEW DELHI, SATURDAY, OCTOBER 19, 1968 (ASVINA 27, 1890)

इस भाग में भिन्न पृष्ठ संख्या दी जाती है जिससे कि यह अलग संकलन के रूप में रखा जा सके
Separate paging is given to this Part in order that it may be filed as a separate compilation

भाग III—खण्ड 4

PART III—SECTION 4

विभिन्न निकायों द्वारा जारी की गई विविध अधिसूचनाएं जिसमें अधिसूचनाएं, आदेश, विज्ञापन और सूचनाएं सम्मिलित हैं
**Miscellaneous Notifications including Notifications, Orders, Advertisements and Notices
issued by Statutory Bodies**

डाक व तार विभाग
डाक-तार महानिदेशक का कार्यालय
सूचना

नई दिल्ली, दिनांक 20 सितम्बर 1968

सं० 25/43/68-एल० आई०—श्री वी० संथायन की क्रमांक
91918-पी, दिनांक 9-8-62 को 2000 रुपए की डाक जीवन
बीमा पालिसी विभाग के संरक्षण से गुप्त हो गई है। यह सूचित किया

जाता है कि उक्त पालिसी का भुगतान रोक दिया गया है। उप-
निदेशक, डाक-जीवन बीमा, कलकत्ता को बीमेदार के नाम
पालिसी की दूसरी प्रति जारी करने के अधिकार दे दिए गए हैं।
जनता को चेतावनी दी जाती है कि मूल पालिसी के सम्बन्ध में
कोई लेन-देन न करे।

एस० के० घोष
निदेशक (डाक जीवन बीमा तथा शिकायत)

STATE BANK OF INDIA
NOTICES

Bombay, the 26th September 1968

No. 21842.—The following appointment on the Bank's
staff is hereby notified :—

Shri S. K. Gupta appointed as Inspector on the Central
Office staff as from the 25th September 1968.

N. RAMANAND RAO
Managing Director

New Delhi, the 26th September 1968

No. Staff-11.—The following appointments on the Bank's
staff are hereby notified :—

Shri Darshan Lal, Head Clerk, held temporary charge
of Loni Pay Office, under Delhi Branch, as from the close
289GI/68

of business on the 30th April 1968 to the close of business
on the 6th May 1968, vice Shri Meja Singh, Official-in-
Charge.

Shri Darshan Lal, Head Clerk, held temporary charge
of Loni Pay Office, under Delhi Branch, as from the close
of business on the 18th May 1968 to the close of business
on the 10th June 1968, vice Shri Meja Singh, Official-in-
Charge.

Shri S. S. S. Arora, Clerk, held temporary charge of
Moti Bagh Pay Office, under south Extension Branch, as
from the close of business on the 8th June 1968 to the
close of business on the 8th July 1968, vice Shri B. P.
Bhargava, Official-in-Charge.

T. R. VARADACHARY
Secretary & Treasurer

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

New Delhi-1, the 27th September 1968

No. 4-CA(1)/13/68-69.—In pursuance of Regulation 16 of the Chartered Accounts Regulations, 1964, it is hereby notified that in exercise of the powers conferred by clause (a) of sub-Section (1) of Section 20 of the Chartered Accountants Act, 1949, the Council of the Institute of Chartered Accountants of India, has removed from the Register of Members of this Institute on account of death, with effect from the dates mentioned against their names, the names of the following gentlemen:—

Sl. No.	Membership No.	Name and Address	Date of Removal
1.	591	Shri Kala Ram Khanna, M/s. Mehra Khanna & Co., Chartered Accountants, M. J. Building, Behind State Bank of India, Chandni Chowk, Delhi-6.	3-9-1968
2.	3604	Shri Sashadhar Mukopadhyay, "Sarada Kutir" Sodepur Road, Madhyamgram, 24-Parganas, (West Bengal).	23-7-1968
3.	4704	Shri Mahaveer Prasad Gupta, 16/1022, Arya Samaj Road, New Delhi-5.	19-9-1968

(CHARTERED ACCOUNTANTS)

The 3rd October 1968

No. 1-CA(27)/68.—The following draft of certain amendments to the Chartered Accountants Regulations, 1964, which it is proposed to make in exercise of the powers conferred by sub-sections (1) and (3) of Section 30 of the Chartered Accountants Act, 1949 (Act XXXVIII of 1949), is published for information of all persons likely to be affected thereby and notice is hereby given that the draft will be taken up for consideration on or after the 30th November 1968.

Any objection or suggestion which may be received from any person with respect to the said draft before the date specified will be considered by the Council of the Institute of Chartered Accountants of India, New Delhi.

In the said Regulations:—

I. In the substantive part of Regulation 17, for the words "together with the arrears on account of the annual membership fee, subject to a maximum of three hundred rupee:", substitute the words "together with the annual membership fee and the annual fee on behalf of the Regional Council for the year in which his name was removed from the Register:"

II. In Schedule 'B',

(i) delete the words "is serving" occurring at the end of the first part of clause (ii) of Paragraph 4.

(ii) Reword sub-clauses (a) to (d) of Paragraph 4 as under:—

- "(a) has completed 18 months of service under articles and is serving the balance of the period where he has to serve for 4 years as an articled clerk;
- (b) has completed 12 months of service under articles and is serving the balance of the period as an articled clerk where he has been given permission by the Secretary under Paragraph 12(2) infra;
- (c) has completed 24 months of service as an audit clerk and is serving the balance of the period where he has to serve for 6 years as an audit clerk;

(d) has completed 18 months of service as an audit clerk and is serving the balance of the period where he has been given permission by the Secretary under Paragraph 12(2) infra;"

C. BALAKRISHNAN

Secretary

THE INSTITUTE OF COST AND WORKS ACCOUNTANTS OF INDIA

(COST ACCOUNTANTS)

Calcutta, the 26th September 1968

No. 16-CWR(29)/68.—In pursuance of Regulation 16 of the Cost and Works Accountants Regulations 1959, it is hereby notified that in exercise of the powers conferred by clause (a) of sub-section (1) of Section 20 of the Cost and Works Accountants Act, 1959, (Act No. 23 of 1959), the Council of the Institute of Cost and Works Accountants of India has removed from the Register of Members, on account of death, the name of Shri K. R. Srinivasan, Cost Adviser, Jute Mills Department, McLeod & Co. Ltd., McLeod House, 3, Netaji Subhas Road, Calcutta-1, (Membership No. 328) with effect from 24th September 1968.

S. N. GHOSE

Secretary

INDUSTRIAL DEVELOPMENT BANK OF INDIA

Report of the Board of Directors for the year ended June 30, 1968, submitted to the Reserve Bank of India in terms of Section 23(5), and to the Central Government and the Reserve Bank of India in terms of Section 18(5) of the Industrial Development Bank of India Act, 1964.

AUGUST 1968

As on June 30, 1968

BOARD OF DIRECTORS

Shri L. K. Jha (Chairman)
 Shri A. Baksi (Vice-Chairman)
 Shri B. N. Adarkar
 Shri J. J. Anjaria
 Shri P. N. Damry
 Shri R. G. Saraiya
 Shri B. N. Mookerjee
 Raja Bajrang Bahadur Singh
 Shri V. S. Tyagaraja Mudaliar
 Prof. C. N. Vakil
 Shri N. A. Palkhivala
 Shri P. L. Tandon
 Shri Arvind N. Mafatlal
 Shri G. Basu
 Shri C. P. N. Singh
 Prof. M. Mujeeb
 Shri J. Ramdave Row
 Dr. V. Shanmugasundaram
 Shri Kamaljit Singh
 Dr. I. G. Patel

PRINCIPAL OFFICERS

General Manager :

Shri P. K. Dasgupta

Joint General Manager :

Shri R. A. Gulmohamed

Legal Adviser :

Shri B. N. Mehta

Deputy General Managers

Operations :

Shri B. N. Malhotra

Appraisal :

Shri D. Sharma

Managers :*Technical :*

Shri M. G. Menon

Refinance :

Shri A. N. Vij

Operations :

Shri N. K. Seal

Shri B. K. Sircar

Shri D. C. Wadhwa

Appraisal :

Shri M. R. B. Punja

Economic and Planning :

Shri Y. S. Kedare

Administration and Board :

Shri N. H. Dotiwala

LETTER OF TRANSMITTAL

Industrial Development
Bank of India,
Bombay.
September 12, 1968
Bhadra 21, 1890 (Saka)

The Governor,
Reserve Bank of India,
Central Office,
Bombay.

Dear Sir,

In accordance with the provisions of Sections 23(5) and 18(5) of the Industrial Development Bank of India Act, 1964, I forward herewith the following documents :

- (1) A copy each of the Annual Accounts of the General Fund and the Development Assistance Fund of the Industrial Development Bank of India for the year ended June 30, 1968; and
- (2) a copy of the Report of the Board on the working of the Development Bank, including that of the Development Assistance Fund during the year ended June 30, 1968.

Yours faithfully,

A. BAKSI

Vice-Chairman

LETTER OF TRANSMITTAL

Industrial Development
Bank of India,
Bombay.
September 12, 1968
Bhadra 21, 1890 (Saka)

The Secretary to the Government of India,
Ministry of Finance,
Department of Economic Affairs,
New Delhi.

Dear Sir,

In accordance with the provisions of Section 18(5) of the Industrial Development Bank of India Act, 1964, I forward herewith the following documents :—

- (1) A copy of the Annual Accounts of the Development Assistance Fund for the year ended June 30, 1968; and
- (2) a copy of the Report on the working of the Development Assistance Fund, which forms part of the Report of the Board on the working of the Development Bank during the year ended June 30, 1968.

Yours faithfully,

A. BAKSI

Vice-Chairman

REPORT OF THE BOARD OF DIRECTORS OF THE INDUSTRIAL DEVELOPMENT BANK OF INDIA

For the year July 1, 1967—June 30, 1968

I. THE ECONOMIC SETTING

During the latter half of 1967-68, the Indian economic scene was marked by a gradual easing of the stresses and strains which had developed in the wake of the successive droughts in the two preceding years. Agricultural production recorded a substantial rise as a result of an excellent monsoon, coupled with improved techniques and larger availability of seeds, fertilizers and pesticides. Industrial output, which had remained sluggish from about the end of 1965, started picking up from the beginning of 1968. National income at constant prices is estimated to have risen by more than 9 per cent in the financial year 1967-68 (April-March) as against an increase of less than 2 per cent in the previous year. Unlike in the previous two years, the expansion in monetary resources (currency with the public and aggregate bank deposits) during 1967-68 (July-June) was broadly in alignment with the rise in real output. Wholesale prices declined by about 6 per cent as against a sharp increase of 16 per cent in 1966-67 and 18 per cent in 1965-66. The balance of payments position too improved somewhat, through a reduction in imports and a small improvement in exports. With a better balance between demand and supply in the economy, there was increased scope for a shift in economic policy towards measures calculated to stimulate industrial production and investment.

2. Industrial output showed a rise of 6.4 per cent during the period January-April 1968 as compared to the corresponding period of 1967, though the aggregate increase in July 1967-April 1968 worked out to slightly more than 1 per cent relatively to July 1966-April 1967. Among the industries which showed a substantial rise in the production curve were fertilizers, petroleum products, aluminium manufacturing, hydrogenated oils, and paper and paper products. Certain industries, which had been affected by recessionary demand conditions for some time past, however, continued to show declines in output, notable among them being machinery components and accessories, rail-road equipment, iron and steel basic industries and motor vehicles; the slackness in demand in these industries was partly attributable to the near-stagnant levels of investment in the public sector. Particularly affected were many industrial units in the sectors which in the past used to depend heavily, in a direct or indirect manner, on orders from the Railways and the State Electricity Boards. New investment activity in the private sector appeared to have been somewhat restrained in view of the idle capacity prevailing in many industries, which limited the scope for augmenting capacity, as well as by the delay in the formulation of the Fourth Plan, the general labour situation and the political uncertainties in some areas. At the same time, there was a moderate increase in new issues in the capital market, which represented the implementation of investment decisions taken earlier. A number of well-established companies entered the market with sizeable issues. The share market, which had been lethargic during the greater part of the year, evinced a firm tone in the last four months under the impetus of the tax concessions to companies announced in the Union Budget for 1968-69 (referred to below) and the reduction in the Bank Rate from 6 per cent to 5 per cent in March 1968.

3. There was a distinct accent in Government policy on initiation of measures to stimulate the industrial sector of the economy. The Budget for 1968-69 provided for tax concessions, which included exemption from personal income-tax of dividend income up to Rs. 500, abolition of the dividend tax on dividends in excess of 10 per cent of equity capital and reduction in the surtax on companies from 35 per cent to 25 per cent. The Government also adopted a number of measures to promote exports.

these covered enlargement of cash assistance on several non-traditional export items, adjustment in export duties, grant of export market development allowances to assesseees other than foreign companies, and exemption from taxation of incomes earned by Indian companies through the supply of technical know-how and other services to foreign countries. To assist some industries affected by the recession, advance orders were placed by public sector enterprises on private firms e.g. by the Railways for railway wagons, the Bokaro Steel Project for structurals, etc. Action was also taken to liberalise controls on industry by the removal of price and distribution controls on coal (except the distribution control on coking coal), withdrawal of price and distribution controls on commercial vehicles (3 tons and above) and jeeps, partial decontrol of sugar, removal of controls on prices of all varieties of paper and reduction in the area of production control on cloth. The Reserve Bank reduced the Bank Rate from 6 per cent to 5 per cent, and the provision of cheaper and larger credit to priority sectors like small-scale industry and exports formed an integral part of its credit policy.

II. POLICIES AND OPERATIONS OF THE INDUSTRIAL DEVELOPMENT BANK

4. Against the background of the recessionary tendencies in certain industries and the need to revive investment activity in the private sector, set out in the previous Section, the IDBI initiated action during 1967-68 to supplement and reinforce the measures adopted by Government and the Reserve Bank. With the decline in the

number of applications for assistance and an improvement in its resources position, the IDBI no longer felt it necessary to confine its attention only to those applications which satisfied strict tests of priority, and it began giving favourable consideration to a much wider range of applications to revive economic activity on as wide a front as possible. One of the main features underlying the modifications in IDBI's policy made during the year was that, while big and important projects would continue as hitherto to receive its prompt attention, its assistance should be made available on a more liberal scale to a large number of medium and small-medium projects. The IDBI's main endeavour now is to ensure, as far as possible, that no worthwhile project of medium or small-medium size should be allowed to languish for insufficiency of institutional support. To this end, several changes were made in the IDBI's schemes of refinance and rediscount assistance. The IDBI lowered the interest rates on and reduced the minimum limits of its refinance and rediscount facilities. It also liberalised its scheme of medium-term export credit to promote exports by enterprises both in the public and private sectors. And it gave special consideration to applications from areas which were relatively less industrialised. These modifications have been set out in detail later in this Report.

5. Table 1 summarises the operations of the IDBI during 1967-68 as compared to 1966-67. In interpreting the figures in the Table, certain limitations need to be borne in mind. Apart from the climate for new investment decisions and the general liquidity position of banks which affect the flow of applications for direct assistance and

TABLE 1—ASSISTANCE SANCTIONED AND DISBURSED BY THE IDBI DURING THE TWO YEARS 1967-68 AND 1966-67 (JULY-JUNE)

	Assistance sanctioned		Assistance disbursed		Total since inception of IDBI in July 1964		Out-standing commitments at the end of June 1968†	Assistance out-standing as on June 30, 1968
	1967-68	1966-67	1967-68	1966-67	Sanctioned	Disbursed		
1. Direct loans to industrial concerns	17.1 (17.1)	24.4 (24.4)	18.0	20.7	93.4 (91.3)	58.6	32.8	57.4
2. Underwriting of shares, debentures, etc. of industrial concerns	2.1 (1.9)	2.4 (2.2)	1.1	5.2	18.9 (17.9)	12.1	4.9	12.1
3. Refinance (including export credit)	10.4 (10.4)	21.6 (20.9)	11.1	19.9	80.1 (73.1)	74.3	10.0	64.6‡
4. Rediscounting of bills ^{iv}	12.4 (12.4)	7.1 (7.1)	10.6	6.1	21.9 (21.9)	18.8	0.6	16.7
Total of 1 to 4	42.1 (41.9)	55.5 (54.6)	40.8	51.9	214.3 (204.2)	163.8	48.2	150.8
5. Subscription to shares and bonds of financial institutions*	1.9 (1.9)	9.4 (9.4)	3.9	7.4	15.2 (15.2)	15.2	..	15.2
Total of 1 to 5	44.0 (43.8)	64.9 (64.0)	44.7	59.3	229.5 (219.4)	179.0	48.2	166.0
6. Guarantees for loans and deferred payments	..	8.7 (8.7)	6.3**	7.9**	35.1 (23.7)	18.6**	18.6	..

Note : (1) Figures within brackets indicate net effective sanctions i.e., gross sanctions minus sanctions which were subsequently cancelled.

(2) Figures in this and subsequent tables may not add up to the totals due to rounding up.

‡Effective sanctions minus (a) disbursements under loan, refinance, and underwriting assistance and (b) shares and debentures taken up by the public in respect of underwriting assistance plus bills on hand in respect of rediscounting.

‡Including refinance assistance sanctioned by the Refinance Corporation for Industry upto the end of August 1964.

^{iv} While sanctions/outstandings relate to face value of bills, disbursements are exclusive of discount.

*Excluding purchase of shares of the IFCI but inclusive of assistance to the I.C.I.CI.

**Relates to guarantees executed.

refinance from the IDBI, the amount of direct assistance sanctioned and disbursed from year to year is also subject to wide variations on other counts. Firstly, it so happens that some major projects, which are comparatively few in number (*e.g.* in the fertilizer industry) involving long preparatory steps and huge outlays become ripe for assistance from the IDBI in a particular year and the sanctions in that year show a considerable increase. Thus, whereas in 1966-67 the IDBI assisted two major fertilizer projects, in 1967-68 no fertilizer project was mature for sanction from it. Secondly, the measure of assistance forthcoming from other financial institutions is also important in the case of an institution like the IDBI which normally acts as a residual lender. For instance, in 1964-65, the IDBI had to take up a substantial share of the financial assistance sanctioned to a fertilizer project but in 1966-67 it was possible to arrange the bulk of the assistance required by two fertilizer projects through a consortium of banks as well as term-financing institutions organised by the IDBI, with the IDBI taking only the residual amount. Thirdly, sanctions may be affected by certain special factors operating in a particular year, for instance, in 1966-67, the amount of assistance sanctioned included in respect of some major projects the increase in costs arising from the devaluation of the Indian rupee in June 1966. Fourthly, the figures of disbursements are subject to fluctuations depending on the progress of implementation of the projects, which in some cases take an unduly long period. Fifthly, there is usually a time lag between an improvement in the economic climate and the articulation of clear projects and investment intentions by promoter. It is not a matter of surprise, therefore, that the relative wellbeing of the last few months of the year under review did not come to be reflected in the figures of sanction of assistance by the IDBI during those months. These are some of the important limitations which impair the comparability of the figures of assistance sanctioned and disbursed by the IDBI from year to year.

6 During 1967-68 total sanctions of assistance in various forms (excluding guarantees) amounted to Rs 140 crores on 164 applications as compared to Rs 64.9 crores in respect of 197 applications in 1966-67. Total disbursements aggregated Rs 44.7 crores against Rs 59.3 crore last year. There was no occasion to sanction guarantee assistance during the year. Since inception the IDBI sanctioned assistance (excluding guarantees) for Rs 229.5 crores and disbursed assistance for Rs 179.0 crores. Effective sanctions, under various forms of assistance amounted to Rs 219.4 crores as on June 30 1968. Assistance outstanding as on June 30 1968 stood at Rs 166.0 crores and commitments outstanding at Rs 48.2 crores. Besides, guarantee assistance (effective sanctions) amounted to Rs 23.7 crores in respect of 9 applications, of which seven guarantees for Rs 18.6 crores were executed up to the end of June 1968.

7 We may now turn to a detailed review of IDBI's operations in respect of the various types of assistance.

1 Direct Assistance

8 IDBI's direct financial assistance to industrial concerns covers loans, underwriting of shares and debentures, and guaranteeing of loans and deferred payments.

9 In the sphere of direct assistance the IDBI continued to process applications from big and important projects and also attended to requests for supplementary assistance of modest size from medium-scale projects which had already secured sanctions of assistance from other term financing institutions. However, its approach to the sanction of direct assistance was made more flexible during the year. In order to reduce delays in the implementation of large and important projects, the IDBI now accepts overall responsibility for financing their to all requirements at a fairly early stage before settling the shares of assistance and the ancillary details with other term financing institutions and banks. At the same time in respect of a few projects where the IDBI has either sanctioned assistance or is prepared to sanction it, it now willingly goes out of the picture when other financial institutions and agencies willingly come forward to meet the whole requirement. This new attitude is in tune with recent developments in the industrial and financial situation in which resources available for term assistance happen to exceed the genuine needs of promoters with projects on their hands ready for implementation.

10 As in the preceding years, the IDBI continued to maintain principally through the monthly inter-institutional meetings of senior executive, close working relationship with the Industrial Finance Corporation of India (IFCI), the Industrial Credit and Investment Corporation of India (ICICI) and the Life Insurance Corporation of India (LIC). Promoters of significant projects are often met jointly by executives of the four institutions so that co-ordination of approach is maintained during the processing of the applications and promoters have no difficulty in appreciating the points which the institutions jointly and severally emphasize. Active liaison is also maintained with commercial banks which take interest in projects which may require IDBI's assistance.

11 *Overall Position.*—During 1967-68, the IDBI received 24 applications from 26 industrial concerns seeking loans and underwriting assistance for Rs 91 crores against 17 applications from 42 industrial concerns for Rs 63.0 crores received during 1966-67. It sanctioned loans and underwriting assistance on 22 applications for Rs 19.0 crores, 18 projects for Rs 19.0 crores comprising 13 loans for Rs 17.1 crores and 9 underwriting arrangements for Rs 1.9 crores, no guarantee assistance was sanctioned during the year. During 1966-67 the IDBI had sanctioned direct financial assistance (including guarantee assistance) on 37 applications in respect of 24 industrial concerns for Rs 35.3 crores, involving 19 loan operations for Rs 24.4 crores, 9 underwriting arrangements for Rs 2.2 crores and 4 guarantees.

*Application for each type of assistance is treated as a separate application. In respect of subscriptions to shares and bonds of financial institutions and rediscounting of bills, it relates to the number of institutions.

†Gross sanctions minus sanctions which were subsequently cancelled.

‡Effective sanction minus (a) disbursements under loan, refinance and underwriting assistance, and (b) shares and debentures taken up by the public in respect of underwriting assistance plus bills on hand in respect of rediscounting assistance.

§Application for each type of assistance is taken as a separate application.

§The figures of assistance sought from the IDBI in the two years 1966-67 and 1967-68 are not strictly comparable, in some applications, the amount of assistance from IDBI is not indicated specifically, because the promoter quotes the figure of aggregate institutional assistance he needs and expects the four institutions to work out their figures of individual assistance by consultation among themselves. Sanctions during 1967-68 are also inclusive of the overall assistance required by three applicant concerns, which is likely to be reduced to the extent of participation by other institutions.

**Relates to effective sanctions i.e. gross sanctions minus sanctions which were subsequently cancelled.

for Rs. 8.7 crores. The details of direct financial assistance sanctioned during 1967-68 are given in Table 2. A

list of the industrial projects to which assistance was sanctioned during the year is given in Annexure I.

TABLE 2—DETAILS OF DIRECT ASSISTANCE SANCTIONED, JULY 1967—JUNE 1968

Type of assistance	No. of projects	(In crores of rupees)		
		Amount of assistance		
		Loan	Under-writing	Total
1. Loan and underwriting	4	7.6	1.4	9.0
2. Loan	9	9.5	—	9.5
3. Underwriting	5	—	0.5	0.5
	18	17.1	1.9	19.0

Note : The data relate to effective sanctions.

12. The aggregate cost of the 18 industrial projects for which direct financial assistance was sanctioned by the IDBI during 1967-68 amounted to Rs. 102.8 crores. The total assistance sanctioned amounted to Rs. 19.0 crores, which formed 18.5 per cent of the project costs.

13. Since inception up to the end of June 1968, the IDBI sanctioned direct assistance in the form of loans and underwriting aggregating Rs. 109.3 crores to 92 industrial concerns. Of these, a sum of Rs. 76.8 crores was extended to new units and Rs. 32.5 crores to existing units for expansion, modernisation or diversification into new lines of production. The total cost of the 92 projects amounted to Rs. 697.3 crores, which was financed to the extent of Rs. 156.9 crores by way of share capital, Rs. 379.0 crores in the form of loans from financial institutions and Rs. 59.0 crores by way of deferred payments for the purchase of machinery etc. Of the projects assisted, 50 had already commenced commercial production and another 12 were nearing completion. When completed, the projects assisted by the IDBI (in participation with banks and other term-financing institutions) will result in additional output in several important lines of production, including 5 lakh tonnes of nitrogenous and 1.3 lakh tonnes of phosphatic fertilizers (in terms of nutrient content), 56 lakh tonnes of cement, 61,000 tonnes of alloy and special steels 84,000 tonnes of paper, and 36,000 tonnes of non-ferrous metals, besides sizeable quantities of chemicals (including petro-chemicals), textiles and a variety of engineering products.

14. *Loans*.—As already mentioned, the IDBI sanctioned 13 loans for an aggregate amount of Rs. 17.1 crores during 1967-68†. Of these, loans sanctioned to 5 projects were for comparatively large amounts, ranging between Rs. 1.8 crores and Rs. 4.2 crores (the last figure will undergo reduction when other institutions sanction their assistance) and accounted for Rs. 12.6 crores or 73.5 per cent of the total, while 3 loans for amounts less than Rs. 50 lakhs each accounted for Rs. 1.0 crore or 6.1 per cent. The remaining 5 loans were in the middle range of Rs. 50 lakhs to Rs. 1.5 crores and accounted for Rs. 3.5 crores or 20.4 per cent.

15. Total disbursement of loans (including disbursements in respect of loans sanctioned earlier) during 1967-68 aggregated Rs. 18.0 crores, as compared to Rs. 20.7 crores in 1966-67, bringing the total disbursements since inception up to the end of June 1968 to Rs. 58.6 crores. Total repayments of loans amounted to Rs. 1.2 crores during the year. Loan assistance outstanding as on June 30, 1968 stood at Rs. 57.4 crores and commitments outstanding at Rs. 32.8 crores.

16. During the year, the lending rate of the IDBI continued to be 8 per cent, with a penalty charge of $\frac{1}{4}$ per cent for default.

17. During the year, three companies defaulted in the payment of interest totalling Rs. 4.1 lakhs, and one company in the payment of the commitment charge. One company had earlier defaulted in the payment of interest but paid it subsequently with penal charges. The schedules of repayment were readjusted for five companies, which had committed default in the repayment of the principal; these companies subsequently made the payments according to the revised schedules. Besides, the IDBI revised the repayment schedule for one company fixing the first instalment of repayment of loan in September 1970 instead of in September 1969.

18. *Underwriting*.—Underwriting accounted for 9 out of the 22 applications for direct financial assistance sanctioned by the IDBI during the year, the amount underwritten being Rs. 1.5 crores of ordinary shares and Rs. 0.4 crores of preference shares. In 1966-67, 9 applications for Rs. 1.3 crores of ordinary shares and Rs. 0.9 crore of preference shares were sanctioned. Total disbursements in 1967-68 in respect of underwriting assistance (including disbursements in respect of the underwriting arrangements made in the previous years) aggregated Rs. 1.1 crores. The details of the share capital of these companies in the aggregate, the contribution of the promoters and IDBI's underwriting commitments are indicated in Table 3.

TABLE 3—DETAILS REGARDING PROJECTS WHICH WERE SANCTIONED UNDERWRITING ASSISTANCE BY THE IDBI, 1967-68

	(In crores of rupees)		
	Share capital		
	Ordinary	Preference	Total
1. Total share capital proposed to be issued	8.8	2.4	11.2
2. Contribution by promoters and foreign collaborators	5.4	0.1	5.5
3. Share capital proposed to be offered for subscription to the public	3.4	2.3	5.7
4. Amount underwritten by the IDBI	1.5	0.4	1.9

†Excluding one project the sanctioned assistance to which was cancelled subsequently.

*Effective sanctions.

†Figures are inclusive of a loan for Rs. 60 lakhs sanctioned by the IDBI to an industrial concern, in participation with a commercial bank, which lent Rs. 30 lakhs.

19. Underwriting by the IDBI was in participation with one or more of the other financial institutions, such as the IFCI, the ICICI, the LIC, the Unit Trust of India (UTI), the State Industrial Development Corporations (SIDCs) and the State Financial Corporations (SFCs). Of the 9 projects in respect of which IDBI assumed underwriting commitments, the ICICI and the LIC participated in 7 projects each, the IFCI in 5 projects, the SIDCs in 3 projects, the MIIC and the UTI in 2 projects each. The combined share of the IDBI, the IFCI, the ICICI and the LIC constituted 37.3 per cent of the total capital issue and 72.8 per cent of the public issue.

20. Since inception, the IDBI underwrote shares and debentures (including convertible notes) for Rs. 17.9 crores* in respect of 63 projects. Of these, 52 companies with issues involving IDBI's commitment of Rs. 9.4 crores of ordinary shares, Rs. 2.5 crores of preference shares and Rs. 1.3 crores of debentures and convertible notes had so far entered the market, and Rs. 8.5 crores equity shares, Rs. 2.4 crores of preference shares and Rs. 1.3 crores of debentures and convertible notes devolved on the IDBI, representing 91 per cent, 95 per cent and 100 per cent, respectively, of the amounts underwritten by it. The amount paid in respect of shares and debentures devolving on the IDBI (including payment in respect of right's shares) aggregated Rs. 12.1 crores up to the end of June 1968; commitments outstanding as on June 30, 1968 amounted to Rs. 4.9 crores.

21. *Follow-up Inspection of Assisted Companies.*—Mention was made in the last Report of follow-up action taken by the IDBI in respect of assisted companies. The IDBI continued to receive periodical progress reports in prescribed forms from the companies assisted. Periodical inspections of and visits to 31 assisted concerns were undertaken during the year for ascertaining the progress made in implementation.

2. Assistance to Banks and other Financial Institutions

22. The IDBI's assistance to banks and other financial institutions covers (i) refinancing of term loans given by eligible institutions†, (ii) subscribing to the shares and bonds of eligible term-lending institutions (SFCs, IFCI and ICICI) to enable them to expand and diversify their activities and (iii) rediscounting of bills/promissory notes arising out of sales of indigenous machinery on deferred payment basis and discounted with banks.

23. *Refinance.*—In the refinance wing, the IDBI continued to operate (i) the scheme for refinancing of industrial loans and (ii) the scheme for refinancing of export credit.

(i) Scheme for refinancing of industrial loans :

24. As applications for direct assistance of large sizes dwindled in number, the IDBI paid greater attention than in earlier years to the need for encouraging and fostering

industrial growth at many points in the country through indirect means like refinancing of term loans given by commercial banks and term-financing institutions at the State level and rediscounting of machinery bills. Several measures were adopted during the year for widening and cheapening refinance facilities to eligible institutions to augment the flow of funds to industry. The rate of interest charged by IDBI on refinance of industrial loans was reduced successively. Effective July 1, 1967, a concessional rate of 6 per cent was charged where the direct lending institution did not charge more than 8½ per cent per annum on its loan; on other applications the normal rate of refinance was maintained at 6½ per cent per annum. With the reduction in Bank Rate on March 2, 1968 from 6 per cent to 5 per cent, the normal rate of 6½ per cent was reduced to 6 per cent, effective March 14, 1968, while the concessional rate of 6 per cent was reduced to 5½ per cent, provided the lending institution's interest rate did not exceed 8½ per cent per annum. Further, a special concessional rate of 4½ per cent was introduced in respect of refinance of loans to small-scale units covered under the Credit Guarantee Scheme of the Government of India, provided the effective interest rate of the lending institution was not more than 8 per cent per annum. Following this, according to available information, certain major banks and 10 SFCs have reduced the rates of interest on their loans in order to take advantage of refinance at the concessional rates. The rates of 3 other SFCs were already within the ceilings.

25. The minimum amount of loan refinanced as well as the extent of refinance by the IDBI were also liberalised. Thus, in April 1968, the minimum amount of loan to a small-scale unit covered under the Credit Guarantee Scheme for refinance was reduced from Rs. 1.0 lakh to Rs. 20,000 and the amount of refinance was raised from 80 per cent to 100 per cent. The minimum limit for other loans eligible for refinance was lowered in June 1968 from Rs. 5 lakhs to Rs. 2 lakhs; refinance up to 100 per cent is now provided in respect of loans up to Rs. 5 lakhs.

26. In view of the difficulties experienced by cotton textile mills which had utilised a part of their working capital for acquisition of fixed assets in meeting their normal requirements of working capital, the IDBI relaxed one of the conditions of eligibility of refinance to enable banks to grant term loans to deserving textile mills for releasing their working capital locked up in the acquisition of fixed assets during the period of last 3 years and avail of refinance thereagainst; even a longer period will be considered in deserving cases. This liberalisation became effective on May 10, 1968 and would, in the first instance, be operative up to the end of June 1969.

27. The Bank's operations under the scheme for refinancing of industrial loans during 1967-68 are set out in Table 4.

TABLE 4—REFINANCING OF INDUSTRIAL LOANS

(Amount in crores of rupees)

	1967-68 (July—June)		1966-67 (July—June)		Since inception of RCI in 1958 upto June 30, 1968	
	No.	Amount	No.	Amount	No.	Amount
1. Applications received	168	15.1	167	25.9	1355	202.9
2. Applications sanctioned*	117	10.1	145	20.8	966	136.8
3. Applications pending consideration (end of period)	94	8.2	102	13.4	94	8.2
4. Net effective sanctions	117	10.1	141	20.4	887	122.0
5. Refinance disbursed		10.8		19.5		112.2
6. Repayment of refinance		19.2		10.1		47.8
7. Applications rejected/withdrawn	59	10.3	72	12.3	295	53.7
8. Amount outstanding (end of period)		64.4		72.8		64.4
9. Undisbursed sanctions (end of period)		9.8		12.0		9.8

Note : Figures in this table relate to refinancing of industrial loans only and do not include export credits.

*Gross sanctions.

†Effective sanctions.

†The number of eligible institutions at the end of June 1968 was 88 (*vide* Appendix I). Among the major term-lending institutions, the IFCI and the ICICI do not avail of the refinance facilities.

28. During 1967-68, there was a decline in the amount of refinance sought as also in the amount of refinance sanctioned and disbursed. This decline is partly explained by the cushion available to scheduled commercial banks by way of new borrowing facilities from the Reserve Bank at a concessional rate on the increase in their loans to the priority sectors which were introduced during the early part of the year. In fact, one major commercial bank pre-paid its whole outstanding refinance aggregating

Rs. 6.3 crores in April 1968. Outstanding refinance assistance at the end of June 1968 stood at Rs. 64.4 crores as compared to Rs. 72.8 crores a year before. In view of the reduced recourse to the IDBI by commercial banks, their share in total refinance declined. The share of the SFCs, on the other hand, increased on account of the overall decline in refinance, though the refinance sanctioned to them was roughly of the same magnitude as in 1966-67.

TABLE 5—INSTITUTION-WISE BREAKDOWN OF INDUSTRIAL LOANS REFINANCED

(In crores of rupees)

	1967-68		1966-67		Amount outstanding as on June 30, 1968
	Amount sanctioned*	Amount disbursed	Amount sanctioned*	Amount disbursed	
Commercial banks	5.3 (52.5)	6.5 (60.2)	15.1 (72.7)	14.5 (74.4)	44.4 (68.9)
State co-operative banks . . . . .	..	0.4 (3.7)	0.7 (3.4)	0.3 (1.5)	3.3 (5.1)
State Financial Corporations	4.8 (47.5)	3.9 (36.1)	5.0 (23.9)	4.7 (24.1)	16.7 (26.3)
	10.1	10.8	20.8	19.5	64.4

*Gross sanctions.

Figures in brackets indicate percentages to the total.

(ii) *Scheme for refinancing of medium-term export credit :*

29. The IDBI continued to operate the scheme for providing refinance facilities to eligible banks* against medium-term export credit granted to exporters primarily for export of capital and engineering goods (*vide* Appendix II). During 1967-68, 3 applications for an aggregate amount of Rs. 32 lakhs were sanctioned, bringing the total number of applications sanctioned since the introduction of the scheme in 1963 to 12 and the amount of effective sanctions to Rs. 1.8 crores. Disbursements during the year aggregated Rs. 29 lakhs. Outstandings stood at Rs. 21 lakhs at the end of the year.

30. The scope of the scheme was enlarged in August 1967, with the object of stimulating the flow of credit to the export sector and to enable Indian exporters of capital and engineering goods to compete more effectively in the international markets. The maximum period of export credit was extended in respect of capital goods from 5 years to 7 years in deserving cases and upto 10 years in exceptionally deserving cases. The facility, which was normally extended exports of capital or engineering goods, was also extended to cover finance for the overall cost of construction projects executed by Indian concerns abroad, where the bulk of the construction contracts constitute equipment, material and services, etc. of Indian origin. The scheme was also extended to exporters in the public sector. The credit facilities under the scheme are now provided at a uniform rate of 4½ per cent and eligible banks are required to charge the exporters not more than 6 per cent.

31. Following these liberalisations, a number of enquiries were received by the IDBI from exporters of

capital and engineering goods and their bankers to ascertain if refinance facilities would be available in the event of orders being secured on the basis of tenders proposed to be submitted by them. The IDBI has already agreed, in principle, to provide refinance facilities in respect of several of these proposals, the estimated total value of the export tenders covered by the proposals being Rs. 50.9 crores. In a few of these cases the exporters have been able to secure the orders. In a numbers of other cases, the proposals were reported to be at various stages of negotiation. As there is an inevitable time-lag in export transactions between the submission of the tender and the commencement of shipments, it would take some time before the impact of these transactions is reflected in IDBI's operations.

32. *Subscriptions to Shares and Bonds of other Financial Institutions.*—The IDBI continued to subscribe to the share capital and bond issues of the SFCs and debenture issues of the ICICI. The amount so far disbursed to the ICICI was Rs. 9.1 crores. Of this, Rs. 3.1 crores were disbursed during 1967-68, Rs. 2 crores against special debentures and Rs. 1.1 crores as subscription to their public issue of debentures for Rs. 6 crores in October 1967.

33. While the issue of bonds provides an important source of funds to the SFCs, marketing of these bonds is not an easy operation for several of them, in view of the prevailing state of the capital market. The role of the IDBI in this sphere is to ensure the success of the issues by extending support to them in requisite measure. The Bank's contribution to the bond issues of Rs. 3.1 crores made during the year by the Madhya Pradesh, Rajasthan, Orissa and West Bengal State Financial Corporations totalled Rs. 64.7 lakhs. The Bank also sub-

*Thirty-five banks (marked with an asterisk in Appendix I) were eligible under the scheme as at the end of June 1968.

cribed during the year Rs. 16.7 lakhs to the share capital issue of Rs. 68.8 lakhs by the Haryana Financial Corporation, and Rs. 5.2 lakhs to the share issue of Rs. 29.2

lakhs by the Punjab Financial Corporation. The progress of the Bank's operations in this sphere since inception of the IDBI is brought out in Table 6.

TABLE 6—SUBSCRIPTIONS TO SHARES AND BONDS OF STATE FINANCIAL CORPORATIONS, 1967-68

(In lakhs of rupees)

State Financial Corporation	1967-68				Total since inception of the IDBI in July 1964 upto the end of June 1968			
	Total amount of shares issued	IDBI's contribution	Total amount of bonds issued (face value)	IDBI's contribution (face value)	Total amount of shares issued	IDBI's contribution	Total amount of bonds issued (face value)	IDBI's contribution (face value)
1. Andhra Pradesh	200.0	43.0
2. Assam	100.0	42.9
3. Gujarat	50.0	22.2
4. Haryana	68.8	16.7	..	..	68.8	16.7	..	..
5. Jammu & Kashmir	25.0	6.3	..	..
6. Kerala	100.0	35.9
7. Madhya Pradesh	75.0	18.4	..	..	325.0	120.5
8. Madras	152.4	75.0	150.0	3.3
9. Maharashtra	50.0	14.9	200.0	34.7
10. Mysore	150.0	24.6
11. Punjab	29.2	5.2	..	..	29.2	5.2	..	..
12. Orissa	35.0	10.8	..	..	135.0	48.2
13. Rajasthan	100.0	23.7	..	..	175.0	48.0
14. Uttar Pradesh	100.0	19.0
15. West Bengal	100.0	11.8	..	..	200.0	54.8
Total	98.0	21.9	310.0	64.7	325.4	118.1	1885.0	497.1

Total subscriptions by the IDBI to the bond issues of SFCs aggregated Rs. 5.0 crores (face value) or 26.4 per cent of the total issues, the book value of IDBI's subscriptions being Rs. 4.9 crores. IDBI's subscriptions to the share issues amounted to Rs. 1.2 crores or 36.3 per cent of the total issues.

34. *Rediscounting Assistance.*—During 1967-68, the scope of the scheme for rediscounting of bills/promissory notes covering sales of indigenous machinery on deferred payment basis, which had been in operation since April 1965, was widened and its terms were liberalised, with the object of extending the benefits of the scheme to a larger segment of small purchasers (including users of agricultural machinery and implements) and enlarging the size of assistance to medium-sized industries. Thus, the minimum amount of a transaction covering a set of bills was abolished for agricultural implements and reduced from Rs. 50,000 to Rs. 10,000 for other types of machinery. For small purchasers, provision was made for acceptance of an insurance company's guarantee in lieu of a bank guarantee for transactions not exceeding Rs. 3 lakhs relating to a single purchaser. The maximum limit for bills of any single purchaser, over a year, was raised from Rs. 25 lakhs to Rs. 50 lakhs. The maximum period of deferred payment sales was also increased from 5 years to 7 years in deserving cases covering certain items of machinery. Following the reduction in Bank Rate and the subsequent reduction in refinance

rates of the IDBI in March 1968, the rediscounting rates for bills were reduced by $\frac{1}{2}$ per cent all along the line, effective May 10, 1968; the revised rediscount rate is $5\frac{1}{2}$ per cent on bills with unexpired usance from 6 months and upto 36 months, 5 per cent on bills with unexpired usance of above 36 months and upto 60 months, and $4\frac{1}{2}$ per cent on bills with unexpired usance above 60 months, provided the approved institution charges discount at not more than 2 per cent above the respective rediscount rate. Further, to facilitate sales of machinery to small users who do not generally have direct contacts with the manufacturers to avail of the benefits under the scheme, bills/promissory notes arising out of sales of machinery to users by authorised selling agents/distributors of machinery manufacturers were made eligible for rediscounting, where such agents/distributors had already paid the manufacturers for the machinery under sale. In the case of agricultural machinery and agricultural implements, the deferred payment facilities were extended to sales by the manufacturers to the selling agents/distributors/dealers of such machinery and implements, as an experimental measure, up to the end of June 1969. These intermediaries are, in turn, expected to afford similar deferred payment facilities to the farmers in respect of their sales to them and not to charge unduly high prices. The facilities have also been extended to sales of agricultural machinery and agricultural equipment by the manufacturers to farming enterprises which do not themselves do farming but provide mechanised services to small farmers.

35. The Bills Rediscounting Scheme gathered considerable momentum during 1967-68. The amount of bills rediscounted by the IDBI during the year aggregated Rs. 12.4 crores, as against Rs. 2.2 crores during 1965-66 and Rs. 7.1 crores during 1966-67, the total since inception being Rs. 21.9 crores. The cotton textile industry accounted for 62.9 per cent of the total rediscount assistance during the year as against 91 per cent during the previous year. The transactions during the year covered sales of machinery to a wider range of industries including paper, plastics, machine tools, cement and mining industries as also oil solvent extraction units, which had not availed of any assistance under the scheme during the previous years. Assistance to these industries accounted for nearly 16.8 per cent of the total assistance during the year.

36. In order to meet the special problems of the transport industry, the IDBI introduced a new scheme in September 1967 to cover promissory notes arising out of conditional sales and resales or on hire-purchase basis of new trucks, jeeps and passenger buses to road transport operators in the private sector. The rate of rediscount was initially fixed at 6 per cent per annum with a stipulation that the banks should not charge by way of discount more than 9 per cent per annum to the manufac-

turers or hire-purchase companies; in turn, the latter were expected to charge the road transport operators a rate not more than 7½ per cent flat per annum. The rediscount rate was subsequently reduced to 5½ per cent with the corresponding discount for banks limited to a maximum of 8½ per cent per annum. Though limits aggregating Rs. 3.1 crores were sanctioned to 5 banks in response to their applications upto the end of the year, no promissory notes were received for rediscount.

37. *Industry-wise Break-down of Overall Assistance.*—Table 7 shows the industry-wise break-down of the total assistance sanctioned and disbursed by the IDBI since inception upto the end of June 1968. Of the total sanctioned assistance, the fertilizer industry was the recipient of the largest share (17.3 per cent), followed by manufacture of machinery (except electrical) 15.9 per cent, basic metal industries including alloy and special steels (13.9 per cent), manufacture of textiles (13.3 per cent), basic industrial chemicals (other than fertilizers) (13.0 per cent), other chemicals and chemical products (6.1 per cent) and cement (5.9 per cent). These industries together accounted for 85.4 per cent of the total. The industry-wise classification of assistance, according to type of assistance for the two years 1966-67 and 1967-68, is shown in Annexure II.

TABLE 7—INDUSTRY-WISE CLASSIFICATION OF ASSISTANCE* SANCTIONED AND DISBURSED BY THE IDBI—
JULY 1964 TO JUNE 1968

Industry	(In crores of rupees)			
	Assistance sanctioned	Percentage to the total	Assistance disbursed	Percentage to the total
1. Textiles (including jute)	26.9	13.3	28.2	17.4
2. Paper and Paper Products	5.9	2.9	5.2	3.2
3. Basic Industrial Chemicals other than fertilizers	26.4	13.0	19.3	11.9
4. Other Chemicals and Chemical Products	12.4	6.1	8.4	5.2
5. Fertilizers	35.1	17.3	31.6	19.5
6. Cement	12.0	5.9	8.4	5.2
7. Basic Metal Industries (including alloy and special steels)	28.0	13.9	10.6	6.5
8. Manufacture of Machinery except electrical machinery	32.2	15.9	27.0	16.6
9. Manufacture of Electrical Machinery	9.1	4.5	8.8	5.4
10. Other industries	14.5	7.2	14.7	9.1
Total	202.5	100.0	162.2	100.0

*Comprising direct loans, underwriting assistance, refinance of industrial loans and rediscounts.

38. *State-wise Distribution of Total Assistance.*—The State-wise distribution of total assistance sanctioned and disbursed by the IDBI during 1967-68 and since incep-

which came before it. Financial institutions are instruments of development and cannot normally work as prime movers. Some areas of the country have developed entrepreneurship within the local people or succeeded

TABLE 8—STATE-WISE DISTRIBUTION OF FINANCIAL ASSISTANCE SANCTIONED AND DISBURSED BY THE IDBI DURING 1967-68

(In lakhs of rupees)

State	1967-68											
	Assistance Sanctioned						Assistance Disbursed (including Guarantees executed)					
	Loans	Under-writing	Guarantee	Refinance	Re-discount	Total	Loans	Under-writing	Guarantee	Refinance	Re-discount	Total
1	2	3	4	5	6	7	8	9	10	11	12	13
1. Andhra Pradesh	105.0	..	..	118.3	..	223.3	140.0	4.9	..	150.7	..	295.6
2. Assam	..	..	..	..	..	..	..	..	..	..	..	..
3. Bihar	455.0	46.0	..	12.8	20.7	534.5	..	..	..	..	17.7	17.7
4. Gujarat	..	..	..	120.0	58.8	178.8	90.0	51.1	..	126.6	50.6	318.3
5. Haryana	..	..	..	46.4	..	46.4	..	9.9	..	42.6	..	52.5
6. Jammu & Kashmir	..	..	..	..	..	..	..	..	..	..	..	..
7. Kerala	60.0	..	..	80.6	..	140.6	79.4	..	..	58.4	..	137.8
8. Madhya Pradesh	..	..	..	28.0	11.7	39.7	..	..	..	28.0	10.0	38.0
9. Madras	668.0	97.5	..	123.5	110.2	999.2	180.0	..	..	92.7	94.4	367.1
10. Maharashtra	45.0	..	..	266.3	690.8	1002.1	836.2	11.5	248.5	286.7	591.0	1973.9
11. Mysore	..	12.0	..	40.0	67.2	119.2	161.4	14.0	..	111.6	57.5	344.5
12. Nagaland	..	..	..	..	..	..	..	..	..	..	..	..
13. Orissa	..	..	..	..	19.8	19.8	20.0	..	..	..	17.0	37.0
14. Punjab	..	..	..	23.0	..	23.0	..	..	..	36.6	..	36.6
15. Rajasthan	291.0	..	..	13.6	..	304.6	125.0	..	..	30.8	..	155.8
16. Uttar Pradesh	..	28.0	..	16.2	14.7	58.9	157.0	3.7	384.5	57.6	12.6	615.4
17. West Bengal	15.0	7.5	..	140.4	249.3	412.2	7.5	15.4	..	72.1	213.5	308.5
18. Union Territories	75.0	..	..	9.6	..	84.6	..	..	..	11.3	—	11.3
Total	1714.0	191.0	..	1038.7	1243.2	4186.9	1796.5	110.5	633.0	1105.7	1064.3	4710.0

Note : Classification based on location of projects in each State. In a few cases, assistance was sanctioned for expansion of existing units/setting up of new units in more than one State. Such assistance has been included in the State where the assistance has gone predominantly.

TABLE 9—STATE-WISE DISTRIBUTION OF FINANCIAL ASSISTANCE SANCTIONED AND DISBURSED BY THE IDBI DURING JULY 1964—JUNE 1968

(In lakhs of rupees)

State	Assistance Sanctioned						Cash Disbursements and Guarantees Executed					
	Loans	Under-writing	Guarantee	Refinance	Re-discount	Total	Loans	Under-writing	Guarantees executed	Refinance*	Re-discount	Total
1	2	3	4	5	6	7	8	9	10	11	12	13
1. Andhra Pradesh	985.0	82.5	..	561.8	..	1629.3	920.0	57.0	..	500.3	..	1477.3
2. Assam	..	..	..	12.4	..	12.4	..	..	..	24.4	..	24.4
3. Bihar	608.0	190.0	..	78.0	20.7	896.7	35.0	8.9	..	113.3	17.7	174.9
4. Gujarat	1800.0	392.9	511.9	610.8	89.9	3405.5	1800.0	371.7	..	598.1	77.5	2847.3
5. Haryana	..	20.0	..	185.1	..	205.1	..	9.9	..	186.3	..	196.2
6. Jammu & Kashmir	..	..	..	..	..	..	..	..	..	30.0	..	30.0
7. Kerala	110.0	4.0	..	193.0	..	307.0	104.5	3.9	..	165.7	..	274.1
8. Madhya Pradesh	..	49.0	..	286.3	36.3	371.6	..	48.8	..	293.9	31.3	374.0
9. Madras	1298.0	264.0	..	1550.7	292.0	3404.7	340.0	79.6	..	1460.9	251.7	2132.2
10. Maharashtra	2204.6	506.6	1236.4	2174.0	1193.9	7315.5	1970.4	462.7	1236.4	2322.6	1027.6	7019.7
11. Mysore	217.0	38.5	..	294.3	67.2	617.0	161.4	28.0	..	348.6	57.5	595.5
12. Nagaland	..	..	..	..	..	..	..	..	..	..	..	..
13. Orissa	60.0	35.0	..	40.8	19.8	155.6	45.0	34.9	..	80.4	17.0	177.3
14. Punjab	..	..	..	93.1	..	93.1	..	..	..	120.4	..	120.4
15. Rajasthan	416.0	5.0	237.9	70.8	..	729.7	125.0	4.6	237.9	103.2	..	470.7
16. Uttar Pradesh	472.0	64.5	384.5	196.2	39.2	1156.4	157.0	31.8	384.5	146.0	33.7	753.0
17. West Bengal	761.5	142.0	..	845.7	426.2	2175.4	73.5	64.8	..	825.8	367.1	1331.2
18. Union Territories	200.0	..	..	115.0	..	315.0	125.0	..	..	113.9	..	238.9
Total	9132.1	1794.0	2370.7	7308.0	2185.2	22790.0	5856.8	1206.6	1858.8	7433.8	1881.1	18237.0

Note : Classification based on location of projects assisted in each State. In a few cases, assistance was sanctioned for expansion of existing units/setting up of new units in more than one State. Such assistance has been included in the State where the assistance has gone predominantly.

*Inclusive of disbursements in respect of refinance sanctioned by the Refinance Corporation for Industry prior to its merger with the IDBI in September 1964.

40. Out of the assistance of about Rs. 73 crores sanctioned in Maharashtra, more than Rs. 34 crores has been taken up by seven large projects ranging in capital costs between Rs. 7 and Rs. 80 crores; two of these related to petro-chemicals, three to chemicals, one to pharmaceuticals and one to cement. Out of the aggregate assistance sanctioned in Gujarat of over Rs. 34 crores, one fertilizer project alone, with a capital cost of Rs. 41 crores, received IDBI assistance in the shape of loan and underwriting of over Rs. 20 crores. Of the total assistance sanctioned in Madras of over Rs. 34 crores, more than Rs. 14 crores is accounted for by seven projects the capital cost of each of which was between Rs. 2.7 crores and Rs. 17 crores, the projects being one fertilizer, two cement, one alloy steel, one plastic, one paper, and one rayon pulp. In Andhra Pradesh, which accounts for total sanction of over Rs. 16 crores, more than Rs. 9 crores have gone to two projects, one a Rs. 51 crores fertilizer factory and the other a Rs. 13 crores paper factory. In the total assistance sanctioned in West Bengal of over Rs. 21 crores, two projects of steel and alloy steel accounted for more than Rs. 7 crores.

41. Since 1967, in the case of very large projects, the IDBI has been giving primary attention to its implied leadership in the organisation of the overall assistance needed and only secondary attention to itself sanctioning large assistance. In a fertilizer project in U.P. with a capital cost of over Rs. 58 crores, the IDBI took on itself the responsibility of ensuring the aggregate rupee assistance needed of Rs. 35 crores; as it was able to find partners in seven banks and three term-financing institutions, its own assistance came to less than Rs. 9 crores. In another fertilizer project in Rajasthan of a capital cost of Rs. 27 crores, the IDBI arranged to meet the total need of over Rs. 24 crores in partnership with banks and term-financing institutions, its own assistance coming to a figure of a little over Rs. 3.5 crores.

42. From several of the relatively less developed areas of the country, applications for assistance have been much

smaller in number and size than what the IDBI would have willingly coped with. In its keenness to help such areas and in view of the recent improvement in its own resources position, the IDBI has relaxed to a certain extent its standards of scrutiny. It has given financial support to development of new industrial capacity on a regional basis, although on all-India considerations such development might not be strictly opportune. In areas from which large and deserving projects are not coming up for its assistance, the IDBI is paying special and additional attention to fostering growth at many points in the shape of medium and smaller industries, by supplementing the help sanctioned by local institutions and banks or by refinancing such help. It is also establishing closer touch than before with offices of banks and institutions in such areas to encourage them to bring up more and more projects for IDBI assistance by direct partnership loan or by refinance. It is expected that with the co-operation of the State Governments concerned, these aspects of IDBI activity will show more substantial results in the coming years.

III. FINANCE FOR INDUSTRY BY TERM-FINANCING INSTITUTIONS

43. This Section sets out the figures of aggregate financial assistance provided by the major term-financing institutions in the country. Tables 10 and 11 furnish data on financial assistance sanctioned and disbursed by the IDBI, the IFCI, the ICICI, the SFCs, the SIDCs as well as the LIC and the UTI during the last two financial years (April-March).

44. Total financial assistance (including loans, rediscounts, refinance, underwriting and direct subscriptions) sanctioned by the IDBI, the IFCI, the ICICI, the SFCs and the SIDCs aggregated Rs. 84.6 crores in 1967-68 as against Rs. 122.0 crores in 1966-67*; the corresponding figures for disbursements were Rs. 104.2 crores and Rs. 124.3 crores.

TABLE 10—ASSISTANCE SANCTIONED BY FINANCIAL INSTITUTIONS DURING 1967-68 AND 1966-67 (APRIL-MARCH)

		(In crores of rupees)							
		Rupee Loans		Foreign Currency Loans		Underwriting and Direct Subscriptions to Shares and Debentures		Total	
		1967-68	1966-67	1967-68	1966-67	1967-68	1966-67	1967-68	1966-67
IDBI	.	26.7†	55.2†	..	..	1.2	2.7	27.9	57.9
IFCI	.	18.7	13.5	1.0	5.8	1.1	2.3	20.8	21.7
ICICI	.	3.7	5.7	6.0	6.3	5.6	6.2	15.3	18.1
SFCs	.	17.0	20.2	..	..	1.1	1.5	18.2	21.7
SIDCs@	.	0.8	1.3	..	..	1.6	1.3	2.4	2.6
Total	.	66.9	95.9	7.0	12.1	10.6	14.0	84.6	122.0
UTI@@	.	..	..	..	..	8.4	5.2	8.4	5.2
LIC††	.	..	13.4	..	..	..	11.4	..	24.8

†Comprising direct loans, refinance to banks and rediscounts; refinance to SFCs is excluded to avoid double-counting since this is covered under loans of SFCs.

@Data relate to 6 SIDCs.

@@Data for 1967-68 are provisional.

††Figures for 1967-68 are not available.

*These figures of sanctions and disbursements are subject to some of the limitations set out in para 5, in relation to the operations of the IDBI.

TABLE 11—ASSISTANCE DISBURSED BY FINANCIAL INSTITUTIONS DURING 1967-68 AND 1966-67 (APRIL—MARCH)

(In crores of rupees)

	Rupee Loans		Foreign Currency Loans		Underwriting and Direct Subscriptions to Shares and Debentures		Total	
	1967-68	1966-67	1967-68	1966-67	1967-68	1966-67	1967-68	1966-67
IDBI	39.0*	43.4†	..	..	2.6	6.4	41.6	49.8
IFCI	17.9*	19.1*	4.2	8.6	1.8	3.4	23.9	31.2
ICICI	5.8	5.2	10.0	12.9	4.6	4.5	20.4	22.6
SFCs	15.5*	17.6*	..	..	0.8	0.6	16.2	18.2
SIDC*	0.5	1.3	..	..	1.6	1.2	2.1	2.5
Total	78.7	86.6	14.2	21.5	11.4	16.1	104.2	124.3
UTI @	..	..	..	..	5.7	3.0	5.7	3.0
LIC††	..	4.9	..	..	8.6	..	..	13.5

†Comprising direct loans, refinance to banks and rediscounts; refinance to SFCs is excluded to avoid double-counting since this is covered under loans of SFCs.

*Including disbursements on account of guarantees.

@Data relate to 6 SIDCs.

@Data for 1967-68 are provisional.

†Figures for 1967-68 are not available.

45. A meaningful analysis of these data is difficult in the absence of authentic statistics relating to private investment in industry, as well as data regarding term loans by banks and deposits accepted by industrial companies. However, a broad explanation of the relatively low level of assistance sanctioned by term-lending institutions may be attempted. The lower level of loan assistance is partly explained by the absence during the year of major projects involving heavy outlay, which are usually financed to a significant extent in participation by the all-India term-financing institutions. There was also probably some shift from loans to debenture capital on the part of some well-established companies in view of the broadcasting of activity in the capital market during the latter part of the year. As regards underwriting assistance, new capital issues including debentures were higher than in 1966-67, but these were supported to a larger extent than last year by financial agencies such as investment houses, brokers and banks, thus resulting in a reduction in the demand for and sanction of underwriting assistance by term-financing institutions.

46. Statistics regarding sources and uses of funds of term-financing institutions for 1967-68 are set out in

IDBI's General Fund, was established in March 1965, in terms of Section 14 of the IDBI Act to assist specially deserving projects involving unusually heavy investment or low anticipated return on capital or long gestation period, to which other financial institutions are not likely to provide the requisite finance on commercial considerations.

48. *Operations.*—During 1967-68, there was no occasion to make fresh sanctions out of the DAF. The IDBI had earlier sanctioned, out of this Fund, financial assistance of Rs. 25.8 crores to the Gujarat State Fertilizers Co. Ltd. (comprising two loans of Rs. 14 crores Rs. 4 crores underwriting assistance of Rs. 2.7 crores and deferred payment guarantee of Rs. 5.1 crores) and a loan of Rs. 7 crores to the Coromandel Fertilisers Ltd.

49. Disbursals from the Fund during 1967-68 aggregated Rs. 1.4 crores, comprising the balance of Rs. 90 lakhs of the loan for Rs. 4 crores to the Gujarat State Fertilizers Co. Ltd. and the balance of Rs. 51 lakhs out of a sum of Rs. 2.6 crores which had devolved on the IDBI on account of the underwriting commitment. Total disbursements from the DAF since its inception amount to

stalments of principal, commencing from June 30, 1973. This included a sum of Rs. 1.4 crores for reimbursing the General Fund for an equivalent amount utilised from it during 1966-67. Total borrowings from Government aggregated Rs. 27.4 crores as on June 30, 1968. The Fund showed a profit of Rs. 48 lakhs during 1967-68 (Rs. 37 lakhs in 1966-67), after a transfer of Rs. 5 lakhs to the General Fund of the Bank towards expenses for the administration of the Fund.

V. ACCOUNTS AND OTHER MATTERS

51. The accounts of the General Fund of the IDBI, which are maintained separately from the DAF, are covered in this Section.

52. *Income and Expenditure*.—During the accounting year 1967-68, the total income of the Bank's General Fund amounted to Rs. 8.7 crores and total expenditure (including depreciation) Rs. 5.6 crores; the corresponding figures for the previous year were Rs. 6.4 crores and Rs. 4.4 crores. Of the net profit of Rs. 3.1 crores, a sum of Rs. 2.3 crores (Rs. 1.7 crores in 1966-67) was transferred to the Reserve Fund and the balance of Rs. 75 lakhs (Rs. 36 lakhs in 1966-67) was transferred to the Reserve Bank of India. The IDBI's Reserve Fund stood at Rs. 6.1 crores at the end of the June 1968.

53. *Resources*.—The principal sources of funds during the two years 1967-68 and 1966-67 were as under :—

	(Rs. crores)	
	1967-68	1966-67
(i) Increase in paid-up capital and reserves	2.3	11.7
(ii) Borrowings :		
(a) Government of India	25.0	34.6
(b) Reserve Bank of India	0.8	1.4
(iii) Repayment of loans :		
(a) Refinance	19.6	10.6
(b) Rediscounts	4.0	1.1
(c) Direct loans	1.2	..

(i) Share Capital

54. The paid-up capital of the Bank, wholly subscribed by the Reserve Bank of India, remained unchanged at Rs. 20 crores during 1967-68; the last increase of Rs. 10 crores was made in June 1967.

(ii) Borrowings from the Government of India

55. During the year, the IDBI borrowed Rs. 25.0 crores from Government, of which Rs. 2.5 crores were for credit to the DAF. Out of the remaining, a sum of Rs. 3.1 crores was disbursed to the ICICI against their special and public issue of debentures. Outstanding borrowings from Government as on June 30, 1968 aggregated Rs. 152.5 crores, inclusive of Rs. 27.4 crores for credit to the DAF.

(iii) Borrowings from the Reserve Bank of India

56. During 1967-68, the Reserve Bank of India sanctioned to the IDBI, out of its National Industrial Credit (Long Term Operations) Fund, three limits aggregating Rs. 5 crores as follows :

- (1) Rs. 1.5 crores for subscribing to the bonds of SFCs, which was utilised to the extent of Rs. 0.6 crore,
- (2) Rs. 1.0 crore for subscribing to the share capital of SFCs, of which Rs. 0.2 crore was availed of, and
- (3) Rs. 2.5 crores for other purposes; this limit was, however, not drawn upon.

To facilitate an extension of refinance facilities of the IDBI on loans of eligible institutions to small industries covered by the Credit Guarantee Scheme, the Reserve Bank of India extended a new facility to charge a concessional rate of 4½ per cent on loans to the IDBI from the Fund for this purpose. The amount outstanding in the Reserve Bank's National Industrial Credit (Long Term Operations) Fund stood at Rs. 48.9 crores at the end of June 1968.

57. *Auditors*.—The accounts of the Bank were audited by Messrs S. B. Billimoria and Co. of Bombay, who were appointed by the Reserve Bank of India, in terms of Section 23(1) of the IDBI Act.

58. *Board of Directors*.—The Board of Directors of the IDBI consists of persons who, for the time being, hold office as Directors of the Central Board of the Reserve Bank of India. Sarvashri K. Sreenivasan and P. L. Tandon retired as Directors from the Central Board of the Reserve Bank and consequently from the Board of the IDBI on the expiry of their terms of office on January 14, 1968. In terms of Section 8(1)(c) of the Reserve Bank of India Act, the Government of India nominated Dr. V. Shanmugasundaram in place of Shri K. Sreenivasan and renominated Shri P. L. Tandon on the Board of the Reserve Bank, both with effect from January 15, 1968. Shri Kamaljit Singh was nominated with effect from June 25, 1968, in the vacancy caused by the resignation of Dr. Triguna Sen. Dr. I. G. Patel, Special Secretary, Ministry of Finance, was nominated as a Director, with effect from January 16, 1968, in terms of Section 8(1)(d) of the Reserve Bank of India Act, in place of Shri S. Jagannathan.

59. The Board wishes to place on record its sense of appreciation of the services rendered to the IDBI by Sarvashri K. Sreenivasan and S. Jagannathan.

60. Five meetings of the Board of Directors were held during the year, two in Bombay and one each in Madras, Calcutta and New Delhi.

61. *Executive Committee*.—To facilitate adequate consideration of the problems which arise from time to time in sanctioning the increasing volume and diversity of financial assistance, the Board increased the strength of the Executive Committee, which discharges some of its functions, from 7 to 10 directors, effective March 8, 1968. Consequently, Sarvashri R. G. Saraiya, B. N. Mookerjee and N. A. Palkhivala were nominated on the Committee. Shri V. S. Tyagaraja Mudaliar was nominated in place of Shri K. Sreenivasan, who retired from the Board of the IDBI and consequently from the Executive Committee.

62. Twelve meetings of the Committee were held during the year, one each in Madras, Calcutta and New Delhi and the rest in Bombay.

63. *Ad-Hoc Advisory Committee.*—The IDBI has constituted a panel of Technical Advisers and Consultants drawn from various industries from which experts are invited from time to time to form Ad-hoc Committees of Advisers to advise the Bank on specific projects. There were 37 advisers on the panel at the end of June 1968. In addition, the IDBI also availed of during the year the advice of twelve experts, who are not on the panel. In all, 4 meetings of the Ad-hoc Committees of Advisers were held during 1967-68. The Board of Directors is grateful to the advisers and experts for the valuable assistance and advice rendered by them to the Bank.

64. *Internal Organisation.*—The IDBI's operations are carried on under the immediate guidance and direction of the Vice-Chairman, assisted by the General Manager and the Joint General Manager. The main departments of the Bank are Appraisal, Operations, Refinance, Economic and Planning, and administration (including Accounts) and Board, besides the Legal Department of the Reserve Bank which attends to IDBI's legal matters. Shri S. L. N. Simha, who had held the office of the General Manager from January 10, 1966 proceeded on leave from September 18, 1967 and on return from leave on March 1, 1968, was appointed as Officer on Special Duty in the Central Office of the Reserve Bank of India. Shri P. K. Dasgupta, Deputy General Manager, who was appointed to officiate as General Manager when Shri Simha proceeded on leave, continues to officiate as General Manager. With the cumulative increase in the load and complexity of work, it was considered necessary to augment the executive personnel immediately below the General Manager and accordingly a new post of Joint General Manager was created in May 1968. Shri R. A. Gulmohamed, a Joint Chief Officer of the Department of Banking Operations and Development of the Reserve Bank, was appointed to this post and the work in the Operations Department and the Sections for rediscounting of bills and refinancing of export credits was entrusted to his charge. In the technical wing, with the expiry of his term of appointment in December 1967, Shri C. R. Rao relinquished his post of Special Technical Consultant, and one Manager, Shri C. M. Ramchandra Rao, who had been on deputation from the Government of India, was also relieved from the IDBI in September 1967.

65. *Training of the Personnel.*—As in the previous years, the IDBI continued to take advantage of the several training facilities offered in and outside the country. One officer who had been deputed earlier to attend the Industrial Finance Course of the Industrial Bank of Japan Ltd. at Tokyo, was sent to attend a refresher course in that Bank in December 1967, and another officer was deputed to the same Bank for the Eleventh Session of the Industrial Finance Course at Tokyo (May-July 1968).

66. *Supervision over Operations of the IFCI.*—The IDBI, which holds 50 per cent of the share capital of the IFCI, continued to exercise supervision over the operations of the IFCI in terms of the Industrial Finance Corporation Act, as in the previous years. The IDBI re-appointed Messrs S. Vaidyanath Aiyar & Co., New Delhi, as Auditors of the Corporation in terms of Section 34(1)

of the IFC Act. Shri G. Ramanujam, General Secretary Indian National Trade Union Congress, was nominated as a director on the IFCI Board, in terms of Section 10(1) (aa) of the IFC Act, consequent on the resignation of Shri S. R. Vasavada in December 1966. Shri P. K. Dasgupta, General Manager, IDBI, was nominated as a director on the IFCI Board in place of Shri S. L. N. Simha.

67. *Offices.*—The IDBI has at present no office outside Bombay; the regional offices of the Industrial Finance Department of the Reserve Bank at Calcutta, New Delhi and Madras, set up during the year, serve as 'Contact points' for the IDBI.

VI. CONCLUDING OBSERVATIONS

68. The IDBI has now completed four years of working. In the initial phase, its operations were, to a substantial extent, similar to those of the IFCI and the ICICI. It is now actively considering the addition of new facets to its activities and how best it can undertake developmental and promotional functions fruitfully. Certain definitive decisions may perhaps have to await the finalisation of the industrial programme of the Fourth Plan, which would set out, *inter alia*, the relative importance of the large, medium and small-scale industries as well as the priority to be accorded to them *inter se*. At present, the major problems facing Indian industries, especially in the recessionary context, are excess capacity, high costs and low productivity, and limited exports. In the solution of these problems, urgent attention has to be given to a fuller utilisation of existing capacity; there is need for a phased programme of modernization, with emphasis on the managerial and organisational aspects; suitable import substitution programmes are also required to be devised and implemented and attention focussed on the creation of new export potential. All this will call for careful planning of investment in both the public and private sectors and a judicious utilisation of resources by the term-financing institutions.

69. In order, meanwhile, to be of more active assistance in the generation of projects in different areas and particularly to be of greater help to the medium and small sectors of industry, the IDBI is improving its liaison with offices of banks and SFCs in a number of ways. It expects to have branch offices in the near future in different parts of the country and delegate to these some of the functions which are now discharged in Bombay. It is also taking steps to provide, initially on a modest scale, advisory services on technology, management and marketing for the benefit of small entrepreneurs who are not always in a position to take adequate care of these aspects. For this purpose, it expects soon to have a larger complement of technical officers and personnel with experience of industrial marketing and management and post some of these to branch offices outside Bombay. Further simplification of financial and legal procedures and greater flexibility of terms and conditions are also being worked out. With purposive co-operation from the others agencies concerned with industrial development in the medium and small sectors, particularly the State Governments, the IDBI should be able to progress in the coming years towards fuller achievement of the objectives implied in its Statute.

ANNEXURE

DETAILS OF INDUSTRIAL PROJECTS TO WHICH DIRECT FINANCIAL ASSISTANCE WAS SANCTIONED†

Sr No	Name of the company	Cost of the project	Means of Financing			
			Share capital		Loans etc	Deferred payments
			Ordinary	Preference		
1		2	3	4	5	6
1	Somaya Organics (India) Ltd	395.6	124.0	56.0	163.6* (4.4)	52.0
2	Indian Copper Corporation Ltd	741.0			705.0* (281.0)	36.0**
3	Jaipur Udyog Ltd	880.0	50.0	—	830.0* (340.0)	—
4	Herdillia Chemicals Ltd.	1305.7	530.4@	—	775.3	—
5	Mysore Cements Ltd	400.0	—	70.0	330.0* (125.0)	—
6	Toshiba Anand Lamps Ltd.	190.0	70.0	30.0	90.0	—
7	Madan Industries Ltd	175.4	52.5	17.5	98.1	7.3
8	Protein Products of India Ltd.	293.0	90.0	30.0	143.0* (25.0)	30.0
9	Vignani Industries Ltd	75.0	30.0	10.0	10.3* (0.3)	24.7
10	India Forge and Drop Stampings Ltd.	102.3	20.0	—	82.3* (20.3)	—
11	Hindustan Polymers Ltd.	870.6	350.0	30.0	490.6 (36.9)	—
12	South India Viscose Ltd	1262.4	—	—	611.5 (211.5)	650.9 10.8
13	Dey-Se-Chem Ltd.	133.3	60.0	—	62.5	—
14	Andhra Pradesh Paper Mills Ltd.	1346.6	400.0	—	725.3	226.8
15	Tata Yodogawa Ltd	655.0	250.0	—	405.0	—
16	Anglo French Textiles Ltd	250.9	15.0	—	127.7* (52.7)	108.2
17	Plastic Resins and Chemicals Ltd	775.0	250.0	60.0	465.0	—
18	Hindustan Sugar Mills Ltd	431.0	24.0	28.0	359.0* (83.0)	—
TOTAL		10282.8	2315.9	351.5	6474.2 1180.1	1146.7

Note : (1) Figures are based on information available at the contribution of promoters, directors, etc. are based on the

(2) Total disbursements inclusive of those made against
†Relates to effective sanctions. Details in respect of
assistance of Rs. 20 lakhs have not been shown as the

††Includes internal resources, cash accruals, etc.
deposits, etc. included in the main figures are shown in

*Figures within brackets relate to internal resources,

**Represents net deferred credit

@Includes Rs. 40.40 lakhs representing appreciation in

@Includes contribution of Rs. 12 lakhs by Indian

†Refers to total assistance including additional assistance

††Includes contribution by Rallis, Aspinwalls, Hercules
of Rs. 42.0 lakhs.

¶The amount will be reduced by such extent as may be

§Including Rs. 41.63 lakhs to be underwritten by the

BY THE INDUSTRIAL DEVELOPMENT BANK OF INDIA, 1967-68

(In lakhs of rupees)

Contribution to Project Cost of Promoters & Collaborators				Financial Assistance Sanctioned by IDBI						Percent- age of 10 to 2	Percent- age of 15 to 2	Dis- bursals and out- stand- ings
Promoters, Directors, etc.††	Collaborators		Total of 7, 8 & 9	Loan	Underwriting		Guarantee	Total of 11 12 & 13				
	In cash	Other			Ordinary shares	Preference shares						
7	8	9	10	11	12	13	14	15	16	17	18	
69.4	--	--	69.4	--	12.5	12.5	--	25.0	17.5	6.3	--	
281.0	--	--	281.0	175.0	--	--	--	175.0	37.9	23.6	--	
340.0	--	--	340.0	190.0	--	--	--	190.0	38.6	21.6	--	
@@ 58.0	218.0	--	276.0	45.0 (86.3)‡	-- (76.0)‡	--	-- (189.8)‡	45.0 (162.3)‡	21.1	3.4 (12.4)	20.0 (136.5)	
125.0	--	--	125.0	--	--	5.0	--	5.0	31.3	1.3	4.0	
41.6	--	34.4	75.9	60.0	--	--	--	60.0	39.9‡	31.6	55.0	
27.1 (3.1)	--	--	27.1 (3.1)	--	3.0 (8.5)‡	-- (2.0)‡	--	3.0 (10.5)‡	15.5	1.7 (6.0)	-- (7.5)	
67.0††	6.0	11.0	84.0	53.0	16.5	2.5	--	72.0	28.7	24.6	--	
16.3	--	--	16.3	--	3.0	4.0	--	7.0	21.7	9.3	--	
26.4	--	--	26.4	--	6.0	--	--	6.0	25.8	5.9	--	
209.2	20.0	--	229.2	45.0	--	--	--	45.0	26.3	5.2	--	
211.5	--	--	211.5	200.0	--	--	--	200.0	16.8	15.8	--	
32.5	--	--	32.5 (2.5)	15.0	7.5	--	--	22.5	24.4	16.9	--	
310.0 (60.0)	--	--	310.0 (60.0)	60.0 (150.0)‡	-- (28.5)‡	-- (16.5)‡	--	60.0 (195.0)‡	23.0	4.5 (14.5)	40.0 (174.7)	
93.0	66.0	--	159.0	280.0¶	46.0	--	--	326.0	24.3	49.8	--	
57.7 (5.0)	--	--	57.7 (5.0)	75.0	--	--	--	75.0	23.0	29.9	--	
150.0§	37.5	--	187.5	415.0¶	52.5¶	20.0¶	--	487.5	24.2	62.9	--	
155.0	--	--	155.0	101.0¶	1.0	--	--	101.0	36.0	23.4	--	
2270.7 (70.6)	347.5	45.3	2663.5 (70.6)	1714.0 (1845.3)‡	147.0 (257.0)‡	44.0 (62.5)‡	-- (189.8)‡	1905.0 (2164.8)‡	25.6	18.5 (21.1)	119.0 (377.7)	

time the assistance was sanctioned. In respect of certain projects, information available in the relative prospectuses.

earlier sanctions are shown in brackets in columns 18.

Hindustan Motors Ltd. which was sanctioned underwriting sanction was subsequently cancelled.

Promoter's and collaborator's contributions in the form of loans, brackets in columns 7, 8, 9 and 10.

cash accruals etc. included in the main figures.

dollar balances held at the time of devaluation of the rupee.

promoters and such other rights holders as may willingly participate, sanctioned by the IDBI.

Insurance Co. Ltd. and New India Assurance Co. Ltd. to the extent

agreed to be sanctioned by other institutions.

promoters

ANNEXURE

INDUSTRY-WISE CLASSIFICATION OF FINANCIAL ASSISTANCE

Industry	1967-68					Disbursements
	Financial Assistance Sanctioned					
	Loans	Under-writing	Refinance	Rediscount	Total	
1	2	3	4	5	6	7
1. Coal Mining	—	—	10.0	—	10.0	0.8
2. Stone Quarrying, Clay and Sand Pits	—	—	—	—	—	0.3
3. Metal Mining	—	—	—	—	—	2.9
4. Food Manufacturing Industries except Beverage Industries	—	—	74.7	—	74.7	48.1
5. Manufacture of Textiles	75.0	3.0	200.7	—	278.7	322.2
6. Manufacture of Wood & Cork except Manufacture of Furniture	—	—	—	—	—	—
7. Manufacture of Furniture and Fixtures	—	—	—	—	—	—
8. Manufacture of Paper and Paper Products	60.0	—	30.5	—	90.5	144.0
9. Printing, Publishing and Allied Industries	—	—	—	—	—	—
10. Manufacture of Leather and Leather and Fur Products except Footwear and other Wearing Apparel	—	—	—	—	—	0.6
11. Manufacture of Rubber Products	—	—	18.0	—	18.0	4.8
12. Manufacture of Chemicals & Chemical Products						
(a) Basic industrial chemicals other than fertilizers	460.0	97.5	94.8	—	652.3	622.6
(b) Fertilizers	—	—	—	—	—	536.1 (384.5)
(c) Vegetable and animal oils and fats (except edible oils)	—	—	30.7	—	30.7	16.6
(d) Manufacture of artificial fibres	—	—	—	—	—	49.6
(e) Manufacture of paints, varnishes & lacquers	—	—	—	—	—	—
(f) Manufacture of miscellaneous chemical products	313.0	26.5	46.6	—	386.1	90.2
13. Manufacture of Products of Petroleum and Coal	—	—	1.8	—	1.8	—
14. Manufacture of Non-Metallic Mineral Products except Products of Petroleum & Coal						
(a) Manufacture of structural clay products	—	—	1.3	—	1.3	—
(b) Manufacture of glass and glass products	—	—	8.6	—	8.6	4.8
(c) Manufacture of pottery, China and earthenware (ceramics)	—	—	16.0	—	16.0	—
(d) Cement	291.0	5.0	—	—	296.0	413.8 (248.5)
(e) Grinding wheels and abrasives	—	—	—	—	—	—
(f) Asbestos	—	—	—	—	—	3.2
15. Basic Metal Industries						
(a) Iron and steel basic industries	280.0	59.0	79.2	—	418.2	241.9
(b) Non-ferrous metal basic industries	175.0	—	40.0	—	215.0	80.5
16. Manufacture of Metal Products except Machinery and Transport Equipment	—	—	68.0	—	68.0	53.4
17. Manufacture of Machinery except electrical machinery	—	—	161.6	1243.2	1404.8	1247.9
18. Manufacture of Electrical Machinery, Apparatus, Appliances and Supplies	60.0	—	48.9	—	108.9	109.4
19. Manufacture of Transport equipment	—	—	20.8	—	20.8	26.1
20. Miscellaneous Manufacturing Industries						
(a) Manufacture of professional scientific measuring and controlling instruments	—	—	—	—	—	—
(b) Manufacture of watches and clocks	—	—	—	—	—	—
(c) Plastic moulded goods	—	—	6.1	—	6.1	—
(d) Surgical dressings, etc.	—	—	—	—	—	—
(e) Cigarette filters	—	—	—	—	—	—
(f) Water meters, steam meters & electricity meters	—	—	—	—	—	—
(g) Roofing materials	—	—	5.1	—	5.1	2.6
(h) Manufacture of thermal and acoustic insulators	—	—	—	—	—	1.6
(i) Packaging material	—	—	10.4	—	10.4	6.4
21. Electricity, Gas, Water and Sanitary Services, Gas manufacture and distribution (Industrial Gases)	—	—	2.4	—	2.4	—
22. Services						
(a) Hotel Industry	—	—	25.7	—	25.7	12.9
(b) Others	—	—	4.8	—	4.8	4.8
TOTAL	1714.0	191.0	1006.6	1243.2	4154.8	4048.0 (633.0)
Export Credits	—	—	32.1	—	32.1	29.0
GRAND TOTAL	1714.0	191.0	1038.7	1243.2	4186.9	4077.0 (633.0)

Note :—Figures within brackets relate to guarantees for loans and deferred payments sanctioned

*Inclusive of disbursements made in respect of refinance assistance sanctioned by the Refinance

.. Negligible.

II SANCTIONED AND DISBURSED BY THE IDBI

In lakhs of Rupees

1966-67					Since inception of IDBI up to the end of June 1968			
Financial Assistance Sanctioned					Disburse- ments	Total assistance sanctioned	Percentage of assistance sanctioned to total for all industries	Total disburse- ments*
Loans	Under writing	Re-finance	Re-discount	Total				
8	9	10	11	12	13	14	15	16
—	—	16.0	—	16.0	18.4	67.7	0.3	207.7
—	—	1.2	—	1.2	—	25.2	0.1	24.3
—	—	22.5	—	22.5	23.7	34.5	0.2	34.6
54.0	—	148.9	—	202.9	180.5	425.3	2.1	317.5
—	—	556.2	—	556.2	670.8	2692.5	13.3	2822.7
—	—	—	—	—	8.0	16.0	0.1	51.0
—	—	—	—	—	1.2	4.3	—	4.3
117.0	—	36.0	—	153.0	239.9	592.1	2.9	516.5
—	—	23.0	—	23.0	23.0	45.2	0.2	44.0
—	—	—	—	—	—	0.9	—	0.6
—	—	36.0	—	36.0	9.7	69.8	0.3	37.7
213.0	20.0	29.3	—	262.3	590.1 (554.3)	2635.9 (987.9)	13.0	1934.3 (987.9)
990.0	25.0	—	—	1015.0 (622.4)	1440.5 (237.9)	3511.0 (1134.3)	17.3	3161.6 (622.4)
—	—	—	—	—	—	34.4	0.2	27.2
—	—	49.6	—	49.6	16.0	209.1	1.0	210.1
—	—	20.0	—	20.0	20.0	64.0	0.3	64.0
100.0	—	113.8	—	213.8	124.8	929.9	4.6	542.0
—	—	—	—	—	—	1.8	..	30.0
35.0	—	—	—	35.0	35.0	53.9	0.3	52.6
—	—	—	—	—	—	70.6	0.4	67.1
—	—	—	—	—	3.9	34.8	0.2	18.7
90.0	5.0	—	—	95.0 (248.5)	11.8	1201.0 (248.5)	5.9	840.9 (248.5)
—	—	—	—	—	1.1	—	—	4.0
—	—	20.0	—	20.0	16.4	24.0	0.1	23.0
716.2	161.5	286.1	—	1163.8	235.0	2486.4	12.3	872.8
50.0	—	16.8	—	66.8	41.8	317.8	1.6	185.3
—	—	64.6	—	64.6	40.6	228.3	1.1	166.4
76.5	12.5	286.0	708.5	1083.5	901.3	3215.8	15.9	2698.3
—	—	230.5	—	230.5	397.2	904.6	4.5	879.3
—	—	73.1	—	73.1	86.5	215.9	1.1	263.7
—	—	—	—	—	—	—	—	2.9
—	—	—	—	—	0.8	11.0	0.1	9.0
—	—	—	—	—	—	6.1	..	1.0
—	—	—	—	—	3.0	7.2	..	7.2
—	—	—	—	—	—	—	—	4.0
—	—	—	—	—	1.0	11.5	0.1	11.3
—	—	—	—	—	—	5.1	..	2.6
—	—	1.6	—	1.6	—	1.6	..	1.6
—	—	—	—	—	—	10.4	0.1	6.4
—	—	—	—	—	0.8	3.4	..	12.8
—	—	4.0	—	4.0	10.7	65.9	0.3	50.4
—	—	—	—	—	—	12.8	0.1	12.8
2441.7	224.0	2035.2	708.5	5409.4 (870.9)	5153.4 (792.2)	20247.7 (2370.7)	100.0	16224.1 (1858.8)
—	—	50.9	—	50.9	36.5	171.6	—	154.1
2441.7	224.0	2086.1	708.5	5460.3 (870.9)	5189.9 (792.2)	20419.3 (2370.7)	—	16378.2 (1858.8)

and executed, which have not been included in the totals.
Corporation for Industry prior to its merger with the IDBI.

ANNEXURE III
SOURCES AND USES OF FUNDS OF TERM-FINANCING INSTITUTIONS DURING 1967-68
(APRIL-MARCH)

(In crores of rupees)

	IDBI	IFCI	ICICI	SFCs	Total	Total (Including inter-in- stitutional flows)
A. SOURCES OF FUNDS						
1. Increase in paid-up capital	10.00	—	—	1.88	11.88	11.60
2. Increase in reserves	1.70	1.53	0.78	0.83	4.84	4.84
3. Borrowings (Gross) in India from :						
(i) Government	25.00	5.00	—	0.51	30.51	30.51
(ii) Reserve Bank of India	0.79	2.48	—	7.66	10.93	10.93
(iii) IDBI	—	—	3.00	4.24*	7.24	—
(iv) Banks	—	—	—	2.71	2.71	2.71
(v) Others	—	—	—	—	—	—
4. Borrowings by way of bonds/debentures	—	8.25	6.00	5.12	19.37	17.76
5. Borrowings in foreign currency :						
(i) Total line of credit available	—	26.87	31.79	—	58.66	58.66
(ii) Utilised	—	4.17	10.04	—	14.21	14.21
6. Deposits accepted	—	—	—	3.02	3.02	3.02
7. Sale of investments in :						
(i) Government and other trustee securities	—	—	0.29	0.30	0.59	0.59
(ii) Shares, debentures etc. (including underwriting)	—	1.38	0.78	0.05	2.21	2.21
8. Repayment of loans by borrowers :						
(i) Rupee loans	17.21	7.14	2.10	6.72	33.17	31.46
(ii) Foreign currency loans	—	1.16	6.67	—	7.83	7.83
9. Recoveries in respect of guarantees	—	—	—	0.20	0.20	0.20
10. Others**	13.99	9.08	5.63	5.62	34.32	34.32
TOTAL	68.69	40.19	35.29	38.86	183.03	172.19
B. USES OF FUNDS						
1. Disbursement of assistance by way of :						
(i) Loans						
(a) Rupee loans	43.15	17.17	5.84	15.13	81.29	77.05
(b) Foreign currency loans	—	4.17	10.04	—	14.21	14.21
(ii) Subscriptions to shares, debentures etc. of industrial concerns	2.60	1.78	4.56	0.76	9.70	9.70
(iii) Subscriptions to shares/bonds of financial institutions	4.89	—	—	—	4.89	—
(iv) Guarantees	—	0.77	—	0.33	1.10	1.10
2. Investment in Government and trustee securities	—	—	—	0.25	0.25	0.25
3. Repayment of loans (in India)						
(i) Government	—	0.44	—	0.20	0.64	0.64
(ii) Reserve Bank of India	—	—	—	6.96	6.96	6.96
(iii) IDBI	—	—	—	1.71	1.71	—
(iv) Banks	—	—	—	2.71	2.71	2.71
(v) Others	—	—	—	—	—	—
4. Redemption of bonds/debentures	—	4.56	—	2.05	6.61	6.61
5. Repayment of loans in foreign currency	—	2.72	7.32	—	10.04	10.04
6. Repayment of deposits	—	—	—	1.77	1.77	1.77
7. Others**	18.05	8.58	7.53	6.99	41.15	41.15
TOTAL	68.69	40.19	35.29	38.86	183.03	172.19

*Relates to refinance assistance.

**Inclusive of cash and other liquid resources.

.. Not available.

APPENDIX I

List of Banks/Financial Institutions eligible under the
Schemes for Refinancing and Rediscounting Facilities
As on June 30, 1968

BANKS

- * 1. Allahabad Bank Ltd.
- * 2. American Express International Banking Corporation.
- * 3. Andhra Bank Ltd.
- * 4. Bank of America National Trust and Savings Association
- * 5. Bank of Baroda Ltd.

- * 6. Bank of India Ltd.
7. Bank of Madras Ltd.
- * 8. Bank of Maharashtra Ltd.
9. Bank of Rajasthan Ltd.
- * 10. Bank of Tokyo Ltd.
- * 11. Banque Nationale de Paris
12. Bareilly Corporation (Bank) Ltd.
13. Belgaum Bank Ltd.
- * 14. British Bank of the Middle East
- * 15. Canara Bank Ltd.
16. Canara Banking Corporation Ltd.
- * 17. Central Bank of India Ltd.

*These banks are eligible for obtaining refinance against medium-term export credit.

- *18. Chartered Bank
- *19. Dena Bank Ltd.
- *20. Eastern Bank Ltd.
- *21. First National City Bank.
- *22. General Bank of the Netherlands
- *23. Hongkong & Shanghai Banking Corporation
- *24. Indian Bank Ltd.
- *25. Indian Overseas Bank Ltd.
- 26. Karnataka Bank Ltd.
- 27. Karur Vysya Bank Ltd.
- 28. Krishnaram Baldeo Bank Private Ltd.
- 29. Kumbakonam City Union Bank Ltd.
- 30. Lakshmi Commercial Bank Ltd.
- 31. Lakshmi Vilas Bank Ltd.
- *32. Mercantile Bank Ltd.
- 33. Miraj State Bank Ltd.
- *34. Mitsui Bank Ltd.
- *35. National and Grindlays Bank Ltd.
- *36. National Bank of Pakistan
- 37. New Bank of India Ltd.
- 38. Pangal Nayak Bank Ltd.
- *39. Punjab National Bank Ltd.
- 40. Sangli Bank Ltd.
- 41. South India Bank Ltd. (Tinnevely)
- 42. South Indian Bank Ltd.
- *43. State Bank of Bikaner and Jaipur
- *44. State Bank of Hyderabad
- *45. State Bank of India
- 46. State Bank of Indore
- *47. State Bank of Mysore
- 48. State Bank of Patiala
- *49. State Bank of Saurashtra
- *50. State Bank of Travancore
- *51. Syndicate Bank Ltd.
- 52. Tamilnad Mercantile Bank Ltd.
- 53. Tanjore Permanent Bank Ltd.
- *54. Union Bank of India Ltd.
- *55. United Bank of India Ltd.
- *56. United Commercial Bank Ltd.
- 57. United Western Bank Ltd.
- 58. Vijaya Bank Ltd.
- 59. Vysya Bank Ltd.

STATE CO-OPERATIVE BANKS

- 1. Andhra State Co-operative Bank Ltd.
- 2. Gujarat State Co-operative Bank Ltd.
- 3. Madhya Pradesh State Co-operative Bank Ltd.
- 4. Madras State Co-operative Bank Ltd.
- 5. Maharashtra State Co-operative Bank Ltd.
- 6. Mysore State Co-operative Apex Bank Ltd.
- 7. Punjab State Co-operative Bank Ltd.
- 8. Uttar Pradesh Co-operative Bank Ltd.
- 9. West Bengal Provincial Co-operative Bank Ltd.

STATE FINANCIAL CORPORATIONS

- 1. Andhra Pradesh State Financial Corporation
- 2. Assam Financial Corporation
- 3. Bihar State Financial Corporation
- 4. Delhi Financial Corporation
- 5. Gujarat State Financial Corporation
- 6. Haryana Financial Corporation
- 7. Himachal Pradesh Financial Corporation
- 8. Jammu & Kashmir State Financial Corporation
- 9. Kerala Financial Corporation
- 10. Madhya Pradesh Financial Corporation
- 11. Maharashtra State Financial Corporation
- 12. Mysore State Financial Corporation
- 13. Orissa State Financial Corporation
- 14. Punjab Financial Corporation
- 15. Rajasthan Financial Corporation
- 16. Uttar Pradesh Financial Corporation
- 17. West Bengal Financial Corporation
- 18. Madras Industrial Investment Corporation Ltd.

OTHER INSTITUTIONS

- 1. Industrial Finance Corporation of India
- 2. Industrial Credit and Investment Corporation of India Ltd.

APPENDIX II

*List of Exportable items eligible for Refinance Facilities
As on June 30, 1968*

A. Capital Goods

- 1. Sugar Mill Machinery (Including Khandsari Machinery)
- 2. Textile Mill Machinery
- 3. Jute Mill Machinery
- 4. Oil Mill Machinery
- 5. Shoe Making Machinery
- 6. Tea Machinery
- 7. Flour Mills, Rice, Dal Machinery
- 8. Printing Machinery
- 9. Paper Making Machinery
- 10. Wood Working Machinery

B. Producer Goods

- 1. Electric Motors (beyond 50 H.P.)
- 2. Transformers (Power & Distribution)
- 3. Generators
- 4. Switch Gears
- 5. Industrial Switch Boards and Control Panels
- 6. Circuit Breakers
- 7. Air Break Switches
- 8. Telephones
- 9. Telephone Switch Boards and Telegraphs
- 10. Gas Plants
- 11. Borehole Turbine Pumps
- 12. Diesel Engines beyond 40 H.P.
- 13. Bus, Bus Body Kits, Motor Vehicles and Chassis
- 14. Transmission Line Towers
- 15. Sub-station Structures & Railway Electrification Structures
- 16. Structural Fabrications such as Bridges, Factory Sheds and Buildings
- 17. Lathes
- 18. Diesel Engines below 40 H.P.
- 19. Electric Motors upto 50 H.P.
- 20. Centrifugal Pumps
- 21. Vehicular Trailers and Auto Parts
- 22. Tools—Hand and Machine
- 23. Agricultural Implements
- 24. Gas Cylinders
- 25. Railway Track Fittings
- 26. Steel Tanks
- 27. Weighing Scales
- 28. Oil Expellers
- 29. Railway Signalling Equipments
- 30. Tubular Poles & Accessories
- 31. Tipping Wagons
- 32. Tar Boilers

C. Consumer Goods

- 1. Sewing Machines & Parts
- 2. Cycles—Parts & Accessories
- 3. Electric Refrigerators, Air Conditioners & Water Coolers
- 4. Electric Fans
- 5. ACSR Conductors
- 6. X-Ray Electro-Medical Equipment & Hospital Equipment

D. Such Other Goods in respect of which the exemption under Rule 6 of the Foreign Exchange Regulation Rules, 1952 has been granted for an initial period exceeding 6 months.

*These banks are eligible for obtaining refinance against medium-term export credit.

ANNUAL
INDUSTRIAL DEVELOPMENT
Balance Sheet As At

Previous Year	LIABILITIES										This Year	
Rs.											Rs.	Rs.
	1. CAPITAL											
50,00,00,000	Authorised											50,00,00,000
20,00,00,000	Issued and Paid-up											20,00,00,000
	2. RESERVES AND RESERVE FUND											
3,76,41,704	(i) Reserve Fund									6,07,80,000		
—	(ii) Other Reserves									—		
												6,07,80,000
	3. GIFTS, GRANTS, DONATIONS AND BENEFACTIONS											
—	(i) From Government											—
—	(ii) From other sources											—
—	4. BONDS AND DEBENTURES											—
—	5. DEPOSITS											—
	6. BORROWINGS											
	(i) From Reserve Bank of India											
—	(a) Secured against stocks, funds and other trustee securities ..									—		
—	(b) Secured against bills of exchange or promissory notes ..									—		
5,24,15,369	(c) Out of the National Industrial Credit (Long Term Operations) Fund									6,08,92,344		
	(ii) From Government of India											
10,00,00,000	(a) Interest-free loan									10,00,00,000		
91,21,30,000	(b) Other loans									1,15,15,00,000		
—	(iii) From other sources									—		
—	(iv) In foreign currency									—		
												1,31,23,92,344
149,04,248	7. CURRENT LIABILITIES AND PROVISIONS											2,88,18,178
	8. PROFIT AND LOSS ACCOUNT											
2,06,10,267	Balance of Profit transferred from the account annexed									3,06,38,873		
1,70,00,000	Less : Transferred to Reserve Fund									2,31,38,296		
36,10,267	Less : Balance transferable to Reserve Bank of India in terms of Section 22(2) of the Industrial Development Bank of India Act, 1964									75,00,577		
	CONTINGENT LIABILITIES											
4,45,060	(i) Claims against the Bank not acknowledged as debts									4,45,060		
31,15,89,875	(ii) On account of guarantees issued**									45,65,36,254		
3,87,50,000	(iii) On account of underwriting commitments									4,74,00,000		
12,22,610	(iv) On account of uncalled moneys on partly-paid shares, debentures etc.									11,12,205		
—	(v) Moneys for which the Bank is contingently liable									—		
										50,54,93,519		
1,31,70,91,312												1,60,19,90,522

		Book value Rs.	Market value Rs.
@(a)	Quoted investments	21,15,97,219	22,48,68,810
(b)	Unquoted investments	22,86,33,412	—
		44,02,30,631	22,48,68,810

*Acquired in discharge of underwriting obligations (including Rs. 3,41,110 on acquisition of 'rights' shares).

**Including liability to be borne by participating financial institutions Rs. 27,02,48,443 (previous year, Rs. 18,58,65,489).

Bombay, 22nd August 1968.

As per our report attached
S. B. BILLIMORIA & CO.
Chartered Accountants.

ACCOUNTS
BANK OF INDIA
30th June 1968

GENERAL FUND

Previous Year	ASSETS		This Year	
	Rs.		Rs.	Rs.
	1. CASH AND BANK BALANCES			
15,908	(i) Cash in hand and balances with Reserve Bank of India	.. ..	28,495	
	(ii) Balances with other banks			
—	(a) On current account	.. ..	—
10,00,000	(b) On deposit account	.. ..	—
				28,495
	2. INVESTMENTS@			
7,39,02,190	(i) In securities of Central and State Governments	.. ..	15,48,73,419	
15,35,20,360	(ii) In stocks, shares, bonds and debentures of financial institutions	..	19,35,00,344	
8,68,69,350	(iii) In stocks, shares, bonds and debentures of industrial concerns*	..	9,18,56,868	
				44,02,30,631
	3. LOANS AND ADVANCES			
73,17,91,139	(i) To scheduled banks, State co-operative banks and other financial institutions	.. ..	64,60,30,479	
16,50,25,000	(ii) To industrial concerns	.. ..	32,40,49,000	
				97,00,79,479
8,27,14,581	4. BILLS OF EXCHANGE AND PROMISSORY NOTES DISCOUNTED OR REDISCOUNTED			16,74,75,937
	5. PREMISES			
—	(At cost less depreciation)	.. ..		—
	6. OTHER FIXED ASSETS			
2,71,084	(At cost less depreciation)	.. ..		2,44,174
2,19,81,697	7. OTHER ASSETS			2,39,31,806
	8. PROFIT AND LOSS ACCOUNT			
—	Balance from last balance sheet	.. ..	—
—	Profit/Loss transferred from the account annexed	.. ..	—
				—
1,31,70,91,312				1,60,19,90,522

BY ORDER OF THE BOARD

P. K. DASGUPTA,
General Manager.

Bombay, 20th August 1968.

L. K. JHA, *Chairman.*
A. BAKSI, *Vice-Chairman.*
B. N. MOOKERJEE, *Director.*
R. G. SARAIYA, *Director.*

INDUSTRIAL DEVELOPMENT

Profit and Loss Account for the

Previous Year	EXPENDITURE												This Year
Rs.													Rs.
4,09,43,157	1.	Interest paid on Deposits, Borrowings etc.	...	...	...	...	...	...	...	...	...	...	5,23,71,127
21,74,087	2.	Establishment expenses*	...	...	...	...	...	...	...	...	...	...	26,13,128
20,348	3.	Directors' and Executive Committee Members' fees and expenses	...	...	...	...	...	...	...	...	...	...	26,519
6,000	4.	Auditors' fees	...	...	...	...	...	...	...	...	...	...	6,000
2,96,258	5.	Rent, Taxes, Insurance, Lighting etc.	...	...	...	...	...	...	...	...	...	...	2,88,802
1,03,987	6.	Law charges	...	...	...	...	...	...	...	...	...	...	3,73,790
7,767	7.	Postage, Telegrams and Stamps	...	...	...	...	...	...	...	...	...	...	8,561
47,574	8.	Stationery, Printing, Advertisement etc.	...	...	...	...	...	...	...	...	...	...	39,526
23,833	9.	Depreciation	...	...	...	...	...	...	...	...	...	...	40,486
—	10.	Net loss on sale of investments (not debited to reserves or any particular fund or account)	...	...	...	...	...	...	...	...	...	...	—
1,15,947	11.	Other Expenditure	...	...	...	...	...	...	...	...	...	...	1,06,188
2,06,10,267	12.	Balance of Profit carried to Balance Sheet	...	...	...	...	...	...	...	...	...	...	3,06,38,873
6,43,49,225													8,65,13,000

Bombay, 22nd August 1968.

As per our report attached
S. B. BILLIMORIA & CO.,
 Chartered Accountants,

BANK OF INDIA

Year Ended 30th June 1968

GENERAL FUND

INCOME		This Year
Previous Year	(Less provision made during the year for bad and doubtful debts and other necessary and expedient provisions)	
Rs.		Rs.
5,36,25,119	1. Interest and Discount	7,03,52,416
72,65,919	2. Income from Investments	1,24,67,590
29,31,748	3. Commission, Brokerage etc.	31,61,407
—	4. Net profit on sale of investments (not credited to reserves or any particular fund or account) ..	—
5,26,439	5. Other Income@	5,31,587
—	6. Balance of Loss carried to Balance Sheet	—
6,43,49,225		8,65,13,000

*Including Rs. 86,089.54 on account of adjustment of salaries in terms of Aiyar Award for the period from 1st January 1966 to 30th June 1967.

@Including Rs. 5,00,000 received from the Development Assistance Fund towards expenditure on administration and application of the Fund.

BY ORDER OF THE BOARD

P. K. DASGUPTA
General Manager.
Bombay, 20th August 1968.

L. K. JHA, *Chairman.*
A. BAKSI, *Vice-Chairman.*
B. N. MOOKERJEE, *Director.*
R. G. SARAIYA, *Director.*

REPORT OF THE AUDITORS

We have audited the attached Balance Sheet of the Industrial Development Bank of India as at 30th June 1968 and also the Profit and Loss Account of the Bank for the Year ended on that date, and report as follows :—

- (1) We have obtained all the information and explanations which we have required for the purposes of our audit and the same have been satisfactory ;
- (2) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet is a full and fair Balance Sheet and is properly drawn up containing all the necessary particulars so as to exhibit a true and fair view of the state of affairs of the Bank as at 30th June 1968 and is also properly drawn up in accordance with the requirements of Regulation 14 of the Industrial Development Bank of India Regulations, 1964

Bombay, 22nd August 1968.

S. B. BILLIMORIA & CO.
Chartered Accountants.

INDUSTRIAL DEVELOPMENT

Balance Sheet As At

Previous Year	LIABILITIES										This Year	
Rs.											Rs.	Rs.
26,28,70,000	1.	LOANS									27,35,00,000	
--		(i) From Government	..	..	..	..	..	..	..	..	--
		(ii) From other sources	..	..	..	..	..	..	..	..		27,35,00,000
	2.	GIFTS, GRANTS, DONATIONS AND BENEFITATIONS										
--		(i) From Government	..	..	..	..	..	..	..	..	--
--		(ii) From other sources	..	..	..	..	..	..	..	..
4,91,000	3.	OTHER LIABILITIES AND PROVISIONS	..	..	..	..	..	..	..	..		5,00,000
2,87,230	4.	PROFIT AND LOSS ACCOUNT	..	..	..	..	..	..	..	..	40,05,764	
37,18,534		Balance from last balance sheet	..	..	..	..	..	..	..	..	48,04,341	
		Profit transferred from the account annexed	..	..	..	..	..	..	..	..		88,10,105
		CONTINGENT LIABILITIES										
--		(i) Claims against the Bank not acknowledged as debts	..	..	..	..	..	..	..	..	--
--		(ii) On account of guarantees issued	..	..	..	..	..	..	..	..	--
--		(iii) On account of underwriting commitments	..	..	..	..	..	..	..	..	--
51,13,640		(iv) On account of uncalled moneys on partly-paid shares, debentures etc.	..	..	..	..	..	..	..	..	--
--		(v) Moneys for which the Bank is contingently liable	..	..	..	..	..	..	..	..	--
26,73,66,764												28,28,10,105

Bombay, 22nd August 1968.

As per our report attached.

S. B. BILLIMORIA & CO.

Chartered Accountants.

INDUSTRIAL DEVELOPMENT

Profit And Loss Account For The

Previous Year	EXPENDITURE										This Year	
Rs.											Rs.	Rs.
1,02,12,886	1.	Interest paid on Borrowings	..	..	..	..	..	..	..	..	1,49,68,166	
4,91,000	2.	Establishment expenses ^(a)	..	..	..	..	..	..	..	..	5,00,000	
--	3.	Auditors' fees	..	..	..	..	..	..	..	..	--
--	4.	Rent, Taxes, Insurance, Lighting etc.	..	..	..	..	..	..	..	..	--
--	5.	Law charges	..	..	..	..	..	..	..	..	--
--	6.	Postage, Telegrams and Stamps	..	..	..	..	..	..	..	..	--
--	7.	Stationery, Printing, Advertisement etc.	..	..	..	..	..	..	..	..	--
--	8.	Net loss on sale of investments (not debited to reserves or any particular fund or account)	..	..	..	..	..	..	..	..	--
--	9.	Other expenditure	..	..	..	..	..	..	..	..	--
37,18,534	10.	Balance of Profit carried to Balance Sheet	..	..	..	..	..	..	..	..	48,04,341	
1,44,22,420												2,02,72,507

^(a)Representing reimbursement to General Fund towards expenditure on administration and application of the Fund.

Bombay, 22nd August 1968.

As per our Report attached.

S. B. BILLIMORIA & CO.

Chartered Accountants.

BANK OF INDIA

30th June 1968

DEVELOPMENT ASSISTANCE FUND

Previous Year	ASSETS								This Year	
Rs.									Rs.	Rs.
	1. CASH AND BANK BALANCES									
440	(i) Cash in hand and balances with Reserve Bank of India								7,235	
	(ii) Balance with other banks									
—	(a) On current account								—	
—	(b) On deposit account								—	7,235
	2. INVESTMENTS@									
—	(i) In securities of Central and State Governments								12,60,902	
1,97,84,560	(ii) In stocks, shares, bonds and debentures of industrial concerns* ..								2,48,98,200	2,61,59,102
24,10,00,000	3. LOANS AND ADVANCES									25,00,00,000
65,81,764	4. OTHER ASSETS									66,43,768
	5. PROFIT AND LOSS ACCOUNT ..									
—	Balance from last balance sheet									—
—	Profit/Loss transferred from the account annexed									—
26,73,66,764										28,28,10,105

		Book value Rs.	Market value Rs.
(a) Quoted investments		2,01,23,077	2,44,85,702
(b) Unquoted investments		60,36,025	—
		2,61,59,102	2,44,85,702

* Acquired in discharge of underwriting obligations.

BY ORDER OF THE BOARDP. K. DASGUPTA,
General Manager.L. K. JHA, Chairman.
A. BAKSI, Vice-Chairman.
B. N. MOOKERJEE, Director.
R. G. SARAIYA, Director.

Bombay, 20th August 1968.

BANK OF INDIA

Year Ended 30th June 1968

DEVELOPMENT ASSISTANCE FUND

Previous Year	INCOME								This Year	
Rs.	(Less provision made during the year for bad and doubtful debts and other necessary and expedient provisions)								Rs.	Rs.
1,38,03,733	1. Interest								1,99,34,963	
2,80,080	2. Income from Investments								3,29,154	
3,38,607	3. Commission, Brokerage etc.								8,390	
—	4. Net profit on sale of investments (not credited to reserves or any particular fund or account) ..								—	
—	5. Other Income								—	
—	6. Balance of Loss carried to Balance Sheet								—	
1,44,22,420										2,02,72,507

BY ORDER OF THE BOARDP. K. DASGUPTA,
General Manager.L. K. JHA, Chairman.
A. BAKSI, Vice-Chairman.
B. N. MOOKERJEE, Director.
R. G. SARAIYA, Director.

Bombay, 20th August 1968.

REPORT OF THE AUDITORS

We have audited the attached Balance Sheet of the Development Assistance Fund of the Industrial Development Bank of India as at 30th June 1968 and also the Profit and Loss Account of the Fund for the year ended on that date, and report as follows :—

- (1) We have obtained all the information and explanations which we have required for the purposes of our audit and the same have been satisfactory ;
- (2) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet is a full and fair Balance Sheet and is properly drawn up containing all the necessary particulars so as to exhibit a true and fair view of the state of affairs of the Fund as at 30th June 1968 and is also properly drawn up in accordance with the requirement of Regulation 14 of the Industrial Development Bank of India Regulations, 1964.

Bombay, 22nd August 1968.

S. B. BILLIMORIA & CO,
Chartered Accountants.

INDUSTRIAL FINANCE CORPORATION OF INDIA**TWENTIETH ANNUAL REPORT**

30TH JUNE 1968

HEAD OFFICE

Burmah-Shell House (Annexe II),
Connaught Circus,
Post Box No. 363,
NEW DELHI (Telephone Nos. 40052, 40053, 40054
& 40055)

(Telegram : FINCO).

DELHI DIVISION : Jeevan Tara Building, 5, Parli-
ament Street, New Delhi (Telephone Nos. 46126 &
45281)

(Telegram : INDFINCORP).

BRANCH OFFICES**BOMBAY**

Liberty Building,
8, Marine Lines,
Post Box No. 1045,
BOMBAY-1 (Telephone Nos. 242075 & 241421)

(Telegram : FINCORPIN)

CALCUTTA

23, Rajendra Nath Mukherjee Road,
Third Floor,
Post Box No. 2483,
CALCUTTA-1, (Telephone No. 23-9781, 23-9782 &
23-1293)

(Telegram : FINCODIA)

MADRAS

Devraj Mansion,
123, Mount Road,
Post Box No. 1080,
MADRAS-6, (Telephone Nos. 86595 & 85087)

(Telegram : FINCORPIN)

NOTICE

Notice is hereby given that the TWENTIETH ANNUAL GENERAL MEETING of the shareholders of the INDUSTRIAL FINANCE CORPORATION OF INDIA will be held on Thursday, the 26th September, 1968 at 4.00 P.M. (Standard Time) at the Constitution Club, Main Hall (Ground Floor), Vithalbhai Patel House, Rafi Marg, New Delhi-1, to transact the following business :

- (1) To read and consider the Balance Sheet of the Corporation and the Profit & Loss Account for the year ended the 30th June, 1968, together with a Report by the Board on the working of the Corporation throughout the year and the Auditors' Report on the said Balance Sheet and Accounts.
- (2) To elect a Director to represent shareholders referred to in clause (c) of sub-section (1) of Section 10 of the Industrial Finance Corporation Act, 1948, in the casual vacancy caused by the resignation of Shri B. K. Dutt. The Director so elected shall hold office in terms of sub-section (3) of Section 11 of the said Act for the unexpired portion of the term of his predecessor, i.e. till the 27th September, 1971.
- (3) To elect under Section 34 of the Industrial Finance Corporation Act, 1948, one auditor duly qualified to act as auditor of companies under Section 226 of the Companies Act, 1956 (1 of 1956) by the parties mentioned in sub-section (3) of Section 4 of the Industrial Finance Corporation Act, namely scheduled banks, insurance companies, investment trusts and other like financial institutions and co-operative banks in place of Messrs S. B. Billimoria & Company, Bombay, who retire but are eligible for re-election.

C. D. KHANNA
General Manager.

24th July, 1968

OUTLINE OF THE INDUSTRIAL FINANCE CORPORATION OF INDIA**Incorporation and Purpose**

The I.F.C. was established in 1948 under an Act of the Indian Parliament, with the object of making medium and long-term credits more readily available to industrial concerns in the private sector in India.

Capital

Fifty per cent of the paid-up capital now standing at Rs. 8.3 crores is held by the Industrial Development Bank of India (I.D.B.I.) which is a wholly-owned subsidiary of the Reserve Bank of India. The remaining 50% is held by scheduled banks, co-operative banks, insurance concerns and investment trusts etc.

Management

The Board of Directors consist of a whole-time Chairman appointed by the Central Government after consultation with the I.D.B.I. and twelve directors. Six directors are elected by share-holders other than the I.D.B.I. Four directors are nominated by the I.D.B.I. and two by the Central Government.

Functions and Lending Policies

Any public limited company or co-operative society incorporated and registered in India which is engaged or proposing to engage in the manufacture, preservation or processing of goods, or in the shipping, mining or hotel industry or in the generation or distribution of electricity or any other form of power is eligible for financial assistance. The assistance may take the shape of long-term loans—both rupee and foreign currency; underwriting of equity, preference and debenture issues; subscribing to equity, preference and debenture capital; guaranteeing of loans raised in foreign currency from nery imported from abroad or purchased in India and guaranteeing of loans raised in foreign currency from foreign financial institutions as also those raised in rupees from scheduled banks or State Co-operative Banks or floated in the public market. The finances of the I.F.C. are available for the setting up of new industrial projects as also for the renovation, modernisation, expansion or diversification of existing ones.

Sources of Funds

The main eligible sources of funds of the I.F.C., other than its own capital, retained earnings, repayment of loans and sale of investments, are borrowings from the market by issue of bonds, loans from the Central Government and foreign credits.

INDUSTRIAL FINANCE CORPORATION OF INDIA

(As on the 30th June, 1968)

BOARD OF DIRECTORS

N. D. NANGIA

Chairman

CHARAT RAM
R. N. BHARGAVA
P. K. DASGUPTA
G. RAMANUJAM

Nominated by the Industrial Development Bank of India.

N. N. WANCHOO
S. S. SHIRALKAR

Nominated by the Central Government.

C. H. BHABHA
Vacant

Elected to represent Scheduled Banks.

S. D. SRINIVASAN
SMT. RAKSHA SARAN

Elected to represent Insurance concerns, Investment Trusts and other like financial institutions.

P. S. RAJAGOPAL NAIDU
N. A. KALYANI

Elected to represent Co-operative Banks.

CENTRAL COMMITTEE

N. D. NANGIA	<i>Chairman</i>
N. N. WANCHOO	Elected by the nominated Directors.
S. S. SHIRALKAR	
SMT. RAKSHA SARAN	Elected by the elected Directors.
N. A. KALYANI	

BANKERS

RESERVE BANK OF INDIA.

AUDITORS

M/s. S. B. BILLIMORIA & Co.	<i>Chartered Accountants.</i>
M/s. VAIDYANATH AIYAR & Co.	<i>Chartered Accountants.</i>

MEMBERS OF THE ADVISORY COMMITTEES**CHEMICAL PROCESS & ALLIED INDUSTRIES**

N. D. Nangia
Charat Ram
Smt. Raksha Saran
M. S. Patel
D. S. Seth
S. K. Mukherjee
G. P. Kane

ENGINEERING

N. D. Nangia
Charat Ram
N. A. Kalyani
K. C. Maitra
D. P. Antia
Pranlal Patel
P. R. Deshpande
B. D. Kalelkar

TEXTILES

N. D. Nangia
R. N. Bhargava
G. Ramanujam
P. S. Rajagopal Naidu
K. Sreenivasan
G. K. Devarajulu
B. Rajaram
M. A. Rangaswamy
I. B. Dutt
S. S. Puri
S. K. S. Chib

SUGAR

N. D. Nangia
P. S. Rajagopal Naidu
N. A. Kalyani
R. P. Nevatia
S. N. Gundu Rao
K. L. Pasricha
K. P. Jain
S. S. Puri
S. C. Gupta
S. K. S. Chib

MISCELLANEOUS INDUSTRIES

N. D. Nangia
Charat Ram
Smt. Raksha Saran
V. Ramakrishna
K. C. Maitra
R. Chakravarthy
G. P. Kane

HIGHLIGHTS OF OPERATIONS

	As on 30-6-1967		As on 30-6-1968	
	Rupees in crores		Rupees in crores	U.S.\$ equivalent in millions
Capital and Reserves				
Paid-up Capital	8.35		8.35	11.13
Reserves	7.98		9.45	12.60
	16.33		17.80	23.73
Sanctions (Net)				
—Rupee loans	170.58		190.40	253.86
—Foreign currency loans	34.15		38.39	51.19
—Underwritings	21.42		22.91	30.55
—Direct subscriptions	1.91		1.98	2.64
—Guarantees for deferred payments	26.79		27.90	37.20
—Guarantees for foreign loans	23.47		23.47	31.29
TOTAL	278.32		305.05	406.73
Disbursements				
—Rupee loans	150.00		167.58	223.44
—Foreign currency loans	22.94		28.54	38.05
—Underwritings	16.42		17.39	23.19
—Direct subscriptions	1.82		1.91	2.55
—Guarantees for deferred payments issued	24.83		27.44	36.58
—Guarantees for foreign loans issued	23.33		23.33	31.11
TOTAL	239.34		266.19	354.92
Outstandings				
—Rupee loans	103.53		115.19	153.59
—Foreign currency loans	21.02		24.49	32.65
—Underwritings	14.87		14.25	19.00
—Direct subscriptions	1.82		1.91	2.55
—Guarantees for deferred payments issued	9.52		10.45	13.93
—Guarantees for foreign loans issued	22.93		20.98	27.97
TOTAL	173.69		187.27	249.69
Number of industrial units financed	(412)		(443)	
Earnings for the year				
—Gross income	9.62		10.81	14.41
—Gross profit before taxation	3.45		3.56	4.75
—Provision for taxation	1.80		1.98	2.64
—Net profit	1.65		1.58	2.11

Notes: 1. Figures of net sanctions and number of industrial units financed as on 30-6-1967 do not coincide with those given in the Annual Report for that year due to certain cancellations/adjustments made during the current year in respect of financial assistance sanctioned upto 30-6-1967.

2. The number of industrial units financed is the number of units to which financial assistance, of one or more types on one or more occasions, has been sanctioned. In point of fact, many of these industrial units have received from the Corporation assistance of more than one kind and many have received assistance more than once.

SUMMARY OF FINANCIAL OPERATIONS

(Crores of rupees)

	Upto 30-6-1967				During the year ended 30-6-1968			TOTAL						
	Sanctions (gross)		Sanctions (net)		Sanctions (gross)		Sanctions (gross)		Sanctions (net)		Amount out-standing as on 30-6-1968			
	No.	Amount	Amount		No.	Amount	No.	Amount	No.	Amount	No.	Amount		
			Amount disbursed			Amount disbursed		Cancellations				Amount disbursed		
Loans														
—Rupees	658	217.32	170.58	150.00	32	19.82	17.58	690	237.14	46.74	570	190.40	167.58	115.19
—Foreign currency	137	51.99	34.15	22.94	10	4.24	5.60	147	56.23	17.84	113	38.39	28.54	24.49
TOTAL	795	269.31	204.73	172.94	42	24.06	23.18	837	293.37	64.58	683	228.79	196.12	139.68
2. Underwritings														
—Equity shares	143	11.92	9.23	6.97	6	0.47	0.32	149	12.39	2.69	118	9.70	7.29 (d)	7.11
—Preference shares	107	6.99	5.66	3.73	5	0.52	0.38	112	7.51	1.33	88	6.18	4.11	3.30
—Debentures	14	6.53	6.53	5.72	2	0.50	0.27	16	7.03	—	16	7.03	5.99	3.84
TOTAL	264	25.44	21.42	16.42	13 (a)	1.49	0.97	277 (b)	26.93	4.02	222 (c)	22.91	17.39	14.25
3. Direct Subscriptions														
—Equity shares	1	0.09	0.09	—	2	0.07	0.09	3	0.16	—	3	0.16	0.09	0.09
—Debentures	1	1.82	1.82	1.82	—	—	—	1	1.82	—	1	1.82	1.82	1.82
TOTAL	2	1.91	1.91	1.82	2	0.07	0.09	4	1.98	—	4	1.98	1.91	1.91
TOTAL OF 1 TO 3	1061	296.66	228.06	191.18	57	25.62	24.24	1118	322.28	68.60	909	253.68	215.42	155.84
4. Deferred payment Guarantees	57	55.66	26.79	24.83	4	1.11	2.61	61	56.77	28.87	38	27.90	27.44	10.45
5. Guarantees for foreign loans	6	29.54	23.47	23.33	—	—	—	6	29.54	6.07	5	23.47	23.33	20.98
TOTAL OF 1 TO 5	1124	381.86	278.32	239.34	61	26.73	26.85	1185	408.59	103.54	952	305.05	266.19	187.27

(a) 2 cases cover both equity and preference shares.

(b) 83 cases cover both equity and preference shares.

(c) 64 cases cover both equity and preference shares.

(d) Includes 0.16 crores in respect of convertible debentures devolved on the Corporation and subsequently converted into equity shares.

Note.—Figures of sanctions as on 30-6-1967 do not coincide with those given in the Annual Report for that year due to certain cancellations/adjustments made during the current year in respect of financial assistance sanctioned upto 30-6-1967.

**REPORT OF THE BOARD OR DIRECTORS OF THE INDUSTRIAL FINANCE CORPORATION OF INDIA
FOR THE YEAR ENDED THE 30TH JUNE, 1968 UNDER SECTION 35 OF THE INDUSTRIAL
FINANCE CORPORATION ACT, 1948**

The Board of Directors present herewith their
together with the Audited Statement of Accounts for the

Twentieth Report on the working of the Corporation to-
year ended the 30th June, 1968.

REVIEW OF THE CORPORATION'S OPERATIONS

2. The financial assistance sanctioned and disbursed during the year is summarised in the following table :—

TABLE 1

(Crores of rupees)

	Assistance sanctioned (Gross)		Assistance disbursed
	Number of applications	Amount	Amount
(i) Rupee loans	32	19.82	17.58
(ii) Foreign currency loans	10	4.24	5.60
(iii) Underwritings	13	1.49	0.97
(iv) Direct subscriptions	(a) 2	0.07	(b) 0.09
Total of (i) to (iv)	57	25.62	24.24
(v) Guarantees for deferred payments	4	1.11	2.61
			(c)
Total of (i) to (v):	61	26.73	26.85

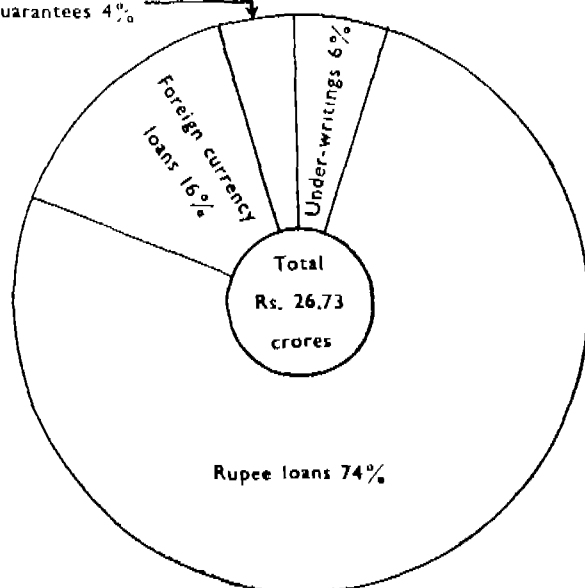
(a) 2 cases cover both equity and preference shares.

(b) Amount called up and paid-up on shares which devolved on the Corporation.

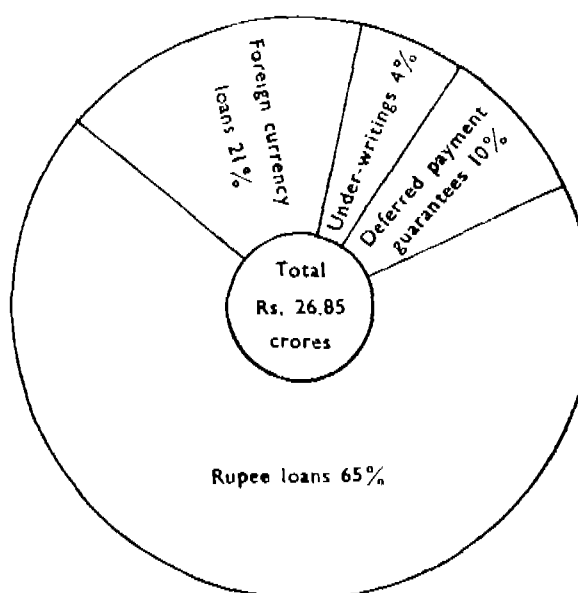
(c) Guarantees actually issued.

**Composition of financial assistance sanctioned
and disbursed during the year ended the
30th June, 1968**

Sanctions



Disbursements



3. Cash disbursement during the year amounted to Rs. 24.24 crores as under :—

(Crores of rupees)

(i) Rupee loans	17.58
(ii) Foreign currency loans	5.60
(iii) Against underwriting commitments	1.06
Total	24.24

4. The sanctions during the year amounted to Rs. 26.73 crores as against Rs. 22.55 crores in the previous year. Out of the total financial assistance of Rs. 26.73 crores sanctioned during the year, Rs. 13.20 crores i.e. about one half was accounted for by sugar and textile co-operatives. Financial assistance disbursed during the year was, however, lower at Rs. 26.85 crores as compared to Rs. 37.81 crores in the previous year; cash disbursements during the year amounted to Rs. 24.24 crores as against Rs. 32.17 crores during the previous year. The decrease

in disbursements could be attributed largely to the lower amount of sanctions during the previous year and inability of the promoters to finalize the financial arrangements for the projects or delays in the revalidation of their industrial licences or compliance with other conditions precedent to disbursement of the loans. It would also appear that in respect of some projects where the Corporation had sanctioned financial assistance, the promoters have been going slow with the implementation of their projects or have been having second thoughts in view of the recessionary trends in the economy.

5. As on the 30th June, 1967, 101 applications from 59 concerns were pending with the Corporation. 107 fresh applications for financial assistance were received from 83 concerns during the year under review. These were for rupee loans, foreign currency loans, underwritings, guarantees for deferred payments and guarantees for foreign loans. In all, 59 applications from 48 concerns for a total assistance of Rs. 2672.96 lakhs were sanctioned during the year. Six applications were not sanctioned. 62 applications from 34 concerns were with-

drawn, or treated as withdrawn, because the applicant concerns could not furnish the requisite information to the Corporation or obtain the clearance of the Capital Goods Committee or get their industrial licences revalidated or otherwise failed to comply with the conditions relating to the grant of financial assistance. In some cases, the applicant concerns made alternative arrangements for financing their projects.

At the end of the year, 81 applications for financial assistance for an aggregate amount of Rs. 60.21 crores from 62 concerns were pending. These applications included 6 cases for assistance aggregating Rs. 31.83 crores, which would require financing jointly with other financial institutions. Of the pending applications 19 for Rs. 7.90 crores were from the co-operative spinning mills.

A statement showing the number and amount of applications pending at the beginning of the year, as also those received, rejected, withdrawn and sanctioned, and the amount disbursed, during the year to industrial units in the different States is attached as Appendix 'A' to the Report.

TABLE 2

	Number of loans	Foreign currency (In million)	Rupees in lakhs
U.S. Dollars	6	4.97	373.17
West German Marks	7	2.71	50.87
	13		424.04

Rupee loans sanctioned during the year

6. During the year, 32 rupee loans for an aggregate amount of Rs. 1982.38 lakhs were sanctioned, two applications were rejected, and 28 applications were treated as withdrawn. Disbursements during the year amounted to Rs. 1758.35 lakhs.

Foreign currency loans sanctioned during the year

7. Foreign currency loans sanctioned during the year amounted to Rs. 424.04 lakhs. In all, 13 loans were sanctioned on 10 applications. Currency-wise, the distribution of loans sanctioned is given in Table 2 above.

Letters of Credit aggregating U.S. \$ 0.37 million (Rs. 27.44 lakhs) and D.M. 8.79 million (Rs. 164.86 lakhs) were opened during the year in favour of foreign machinery suppliers. Besides, down payments aggregating F.F. 0.07 million (Rs. 1.08 lakhs) were made to the Banque Francaise Du Commerce Extérieur (BFCE), Paris, and 3 Letters of Commitment to the extent of F.F. 1.41 million (Rs. 21.34 lakhs) were issued in their favour. Against the Letters of Commitment, Promissory Notes of the aggregate amount of F.F. 6.18 million (Rs. 93.97 lakhs) were issued to the BFCE. Disbursements during the year amounted to U.S. \$ 3.39 million, D.M. 11.26 million and F.F. 6.25 million (total Rs. 560.37 lakhs).

Underwriting operations during the year

8. During the year, sanction was accorded on 13 applications for underwriting for an aggregate amount of Rs. 149.50 lakhs comprising of equity shares of Rs. 47.00 lakhs, preference shares of Rs. 52.50 lakhs and debentures of Rs. 50.00 lakhs. In addition, two applications for firm subscription to rights issues to the extent of Rs. 6.57 lakhs in respect of equity shares devolved earlier in pursuance of underwriting obligations were sanctioned during the year.

9. The Corporation signed underwriting agreements for 13 issues for a total sum of Rs. 130.50 lakhs out of which 12 operations for Rs. 128.50 lakhs were completed. One issue of equity capital underwritten to the extent of Rs. 45.00 lakhs was over-subscribed by the public. In respect of the remaining 11 issues, underwritten for Rs. 83.50 lakhs, the Corporation was called upon to take up shares and debentures of the face value of Rs. 75.88 lakhs. In addition, shares of the face value of Rs. 7.90 lakhs devolved on the Corporation in respect of 2 underwriting agreements for Rs. 10.00 lakhs completed in the previous year. The break-up of the amounts underwritten and devolved in respect of the 14 cases completed during the year is shown in Table 3. The percentage of shares and debentures that devolved on the Corporation during the year under review came to 60.5% as against 93.9% during the preceding year, the improvement being mainly due to one issue having been over-subscribed, as stated earlier.

TABLE 3

	(Lakhs of rupees)	
	Amount underwritten	Amount developed on the Corporation
Equity shares	72.00	24.78
Preference shares	36.50	31.79
Debentures	30.00	27.21
TOTAL	138.50	83.78

Guarantees sanctioned during the year for deferred payments in respect of plant and machinery

amount of Rs. 110.47 lakhs were sanctioned. Guarantees actually issued during the year aggregated Rs. 260.88 lakhs.

10. During the year, 4 applications for an aggregate

Industry-wise distribution of financial assistance sanctioned during the year

TABLE 4

11. The position is shown in the following table :—

(Lakhs of rupees)

Industry	Loans	Under-writings	Guarantees for deferred payments for machinery & for foreign loans	Total	% of the whole	Number of units
Sugar	1110.00	..	..	1110.00	41.52	10
Textiles	241.94	..	17.58	259.52	9.71	5
Paper	5.98	*1.57	..	7.55	0.29	2
Rubber products	76.59	..	73.58	150.17	5.61	2
Basic Industrial Chemicals	10.00	..	..	10.00	0.37	1
Miscellaneous Chemicals	444.57	†37.00	19.31	500.88	18.74	6
Cement	185.00	5.00	..	190.00	7.10	4
Non-ferrous Metals	48.62	..	..	48.62	1.83	1
Metal Products	97.71	50.00	..	147.71	5.53	7
Machinery	67.72	5.00	..	72.72	2.73	3
Electrical Machinery & Equipments	31.14	7.50	..	38.64	1.45	2
Motor Vehicles & Ancillaries	37.15	50.00	..	87.15	3.25	4
Hotel	50.00	..	..	50.00	1.87	1
	2406.42	156.07	110.47	2672.96	100.00	48

*Represents the amount of firm subscription to a rights issue.

†Includes Rs. 5 lakhs as firm subscription to a rights issue.

Out of the financial assistance sanctioned during the year under report, sugar co-operatives accounted for the largest share, about 41.52%, followed by miscellaneous chemical products, claiming about 18.74%. Other in-

dustries covered during the year were textiles, cement, rubber products and engineering industry comprising of metal products, machinery, motor vehicles and ancillaries.

State/Territory-wise distribution of financial assistance sanctioned during the year

12. The necessary data are given in the following table :—

TABLE 5

(Lakhs of rupees)

State/Territory	Loans	% of the total loans	Under-writings	Guarantees for deferred payments for machinery & for foreign loans	Total	% of the whole	Number of units
Andhra Pradesh	25.00	1.04	*5.00	..	30.00	1.13	1
Bihar	65.98	2.74	15.00	..	80.98	3.02	2
Haryana	32.72	1.37	7.50	..	40.22	1.50	2
Gujarat	408.64	17.00	*1.57	..	410.21	15.33	8
Madhya Pradesh	120.00	4.98	..	..	120.00	4.48	1
Madras	127.21	5.28	57.00	67.94	252.15	9.43	1
Maharashtra	805.02	33.45	20.00	..	825.02	30.88	9
Mysore	290.00	12.05	5.00	..	295.00	11.04	4
Punjab	1.14	0.04	..	..	1.14	0.03	1
Rajasthan	305.00	12.67	..	..	305.00	11.42	4
Uttar Pradesh	10.00	0.41	15.00	..	25.00	0.94	2
West Bengal	215.71	8.97	30.00	42.53	288.24	10.80	7
	2406.42	100.00	156.07	110.47	2672.96	100.00	48

*Represents the amount of firm subscription to a rights issue.

13. Of the aggregate financial assistance of Rs. 2672.96 lakhs sanctioned during the year, a sum of Rs. 1786.75 lakhs was for new units and Rs. 886.21 lakhs for expansion, diversification and modernisation of the existing units. The names of the concerns in each State to which financial assistance was sanctioned during the year, with brief particulars of the project, are given in Appendix 'B' to this report. The total estimated cost of the projects in respect of which financial assistance was granted aggregated Rs. 151.43 crores, the percentage of financial assistance granted by the Corporation to the total estimated cost being about 17.6%.

TOTAL OPERATIONS FROM THE 1ST JULY, 1948 TO THE 30TH JUNE, 1968.

14. A summary of the total financial assistance sanctioned and disbursed by the Corporation during the last twenty years and the amount outstanding as on the 30th June, 1968 is given on page (578). The total gross financial assistance sanctioned aggregated Rs. 408.59 crores. Cancellations and withdrawals accounted for Rs. 103.54 crores and the total net financial assistance amounted to Rs. 305.05 crores on 952 applications. The total amount of assistance disbursed aggregated Rs. 266.19 crores out of which cash disbursements amounted to Rs. 215.42 crores. The following table gives the data of the net sanctions and of assistance disbursed up to the 30th June, 1968 :—

TABLE 6

(Crores of rupees)

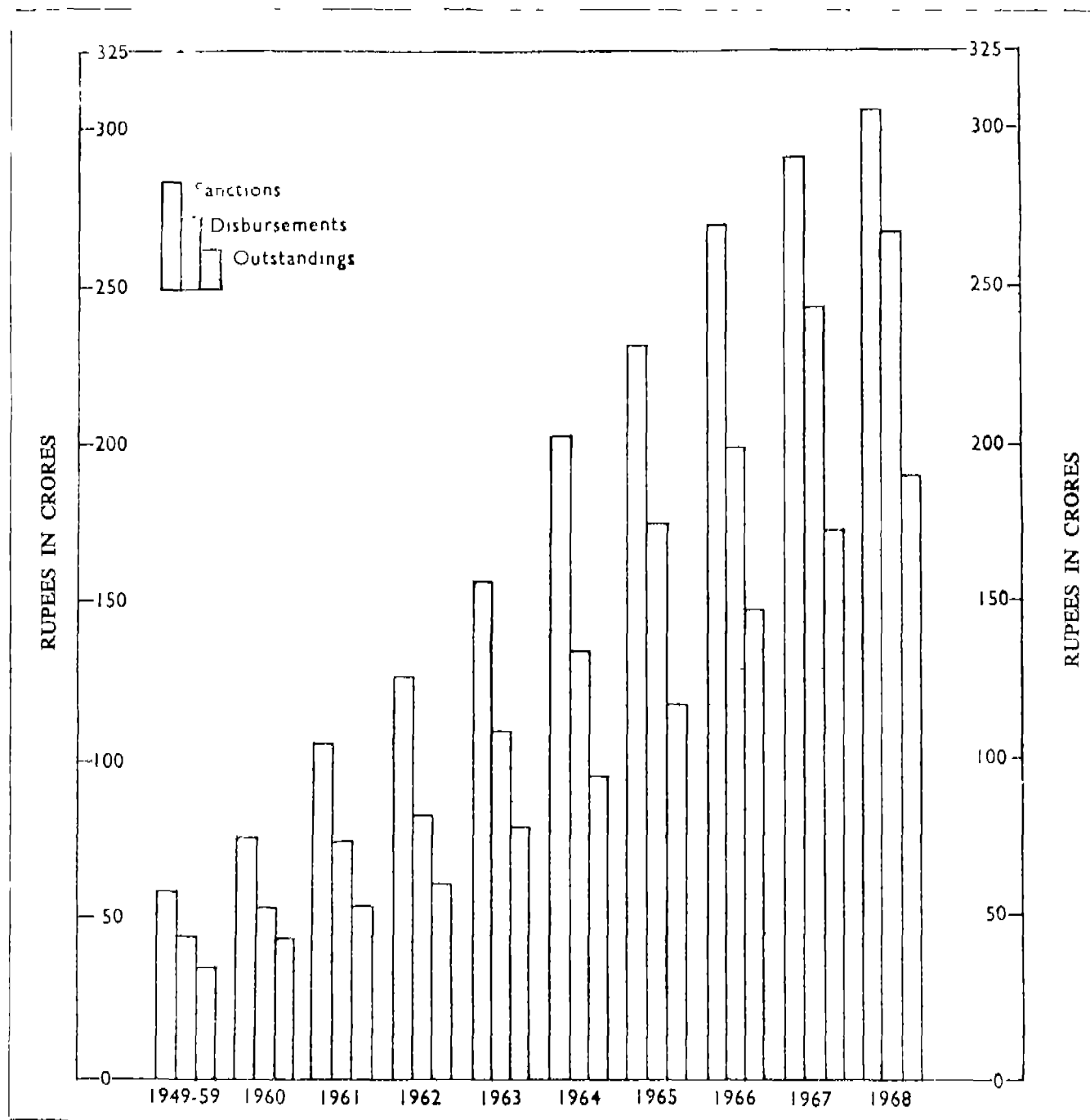
	Sanctions (Net)		Assistance disbursed
	Number	Amount	Amount
1. <i>Loans</i>			
—Rupees	570	190.40	167.58
—Foreign currency	113	38.39	28.54
TOTAL	683	228.79	196.12
2. <i>Underwritings</i>			
—Equity shares	118	9.70	7.29
—Preference shares	88	6.18	4.11
—Debentures	16	7.03	5.99
TOTAL	222 (a)	22.91	17.39 (b)
3. <i>Direct subscriptions</i>			
—Equity shares	3	0.16	0.09
—Debentures	1	1.82	1.82
TOTAL	4	1.98	1.91 (b)
TOTAL of 1 to 3	909	253.68	215.42
4. <i>Guarantees for deferred payments</i>	38	27.90	27.44 (c)
5. <i>Guarantees for loans from foreign financial institutions</i>	5	23.47	23.33 (c)
TOTAL of 1 to 5	952	305.05	266.19

(a) 64 cases cover both equity and preference shares.

(b) Amount called up and paid-up.

(c) Guarantees actually issued.

NET FINANCIAL ASSISTANCE SANCTIONED, DISBURSED AND OUTSTANDING FROM THE 1ST
JULY 1948 to 30TH 1968 (CUMULATIVE)



Net financial assistance sanctioned and disbursed yearwise from the 1st July, 1948 to the 30th June 1968.

15. The following table shows the net total financial during each of the last twenty years, classified according assistance sanctioned and disbursed by the Corporation to the Five Year Plans :—

TABLE 7

(Crores of Rupees)

Year ended 30th June	Net financial assistance sanctioned during the year				Amount disbursed during the year			
	Loans	Under- writings	Guaran- tees for deferred pay- ments for machinery/ foreign loans	Total	Loans	Under- writings	Guaran- tees for deferred pay- ments for machinery/ foreign loans	Total
PERIOD PRIOR TO THE FIRST PLAN								
1949	3.25	..	..	3.25	1.33	..	..	1.33
1950	2.90	..	..	2.90	2.08	..	..	2.08
1951	1.98	..	..	1.98	2.38	..	..	2.38
TOTAL	8.13	..	..	8.13	5.79	..	..	5.79
THE FIRST PLAN PERIOD								
1952	3.20	..	..	3.20	1.78	..	..	1.78
1953	0.53	..	..	0.53	2.50	..	..	2.50
1954	4.10	..	..	4.10	2.82	..	..	2.82
1955	5.13	..	..	5.13	1.64	..	..	1.64
1956	14.06	..	..	14.06	2.20	..	..	2.20
TOTAL	27.02	..	..	27.02	10.94	..	..	10.94
THE SECOND PLAN PERIOD								
1957	9.15	..	..	9.15	9.78	..	..	9.78
1958	5.93	0.75	1.82	8.50	8.33	..	..	8.33
1959	2.77	0.87	0.27	3.91	7.48	0.66	..	8.14
1960	13.62	0.10	6.06	19.78	8.41	0.17	2.09	10.67
1961	18.62	1.84	8.36	28.82	6.62	0.48	13.02	20.12
TOTAL	50.09	3.56	16.51	70.16	40.62	1.31	15.11	57.04
THE THIRD PLAN PERIOD								
1962	17.85	0.73	0.48	19.06	10.92	0.24	0.38	11.54
1963	19.82	*4.63	10.62	35.07	15.05	*3.99	3.18	22.22
1964	23.62	4.36	13.16	41.14	16.93	1.96	6.39	25.28
1965	20.11	3.59	3.94	27.64	19.70	3.36	15.29	38.35
1966	23.33	4.12	1.35	28.80	23.72	4.48	2.17	30.37
TOTAL	104.73	17.43	29.55	151.71	86.32	14.03	27.41	127.76
PERIOD AFTER THE THIRD PLAN								
1967	14.76	†2.34	4.20	21.30	29.27	2.90	5.64	37.81
1968	24.06	††1.56	1.11	26.73	23.18	†1.06	2.61	26.85
TOTAL	38.82	3.90	5.31	48.03	52.45	3.96	8.25	64.66
GRAND TOTAL	228.79	24.89	51.37	305.05	196.12	19.30	50.77	266.19

*Includes direct subscription of Rs. 1.82 crores.

†Includes firm subscription of Rs. 0.09 crores to a rights issue.

††Includes firm subscription of Rs. 0.07 crores to two rights issues.

Rupee loans sanctioned from the 1st July, 1948 to the 30th June, 1968.

16. Upto the 30th June, 1968, the Corporation had sanctioned rupee loans of an aggregate gross amount of Rs. 237.14 crores. Cancellations and withdrawals out of these loans accounted for Rs. 46.74 crores. The net effective total sanctions of rupee loans as on the 30th June, 1968 amounted to Rs. 190.40 crores. The total amount disbursed upto the 30th June, 1968 was Rs. 167.58 crores, i.e. about 88% of the net sanctions. The disbursement of the balance amount was awaiting compliance with one or more of the relevant formalities such as finalisation of loan agreements, clearance of title, issue of share capital etc.

Foreign currency loans sanctioned upto the 30th June, 1968.

17. Table 8 gives the requisite data regarding the foreign currency loans sanctioned by the Corporation. The gross amount of foreign currency loans sanctioned by the Corporation upto the 30th June, 1968 aggregated Rs. 5623.08 lakhs. Cancellations and withdrawals accounted for Rs. 1784.05 lakhs, and the net amount of foreign currency loans amounted to Rs. 3839.03 lakhs.

18. Upto the 30th June, 1968, the Corporation had opened Letters of Credit aggregating U.S. \$ 24.80 million (Rs. 1816.94 lakhs) and D.M. 55.69 million (Rs. 1042.93 lakhs) in favour of foreign machinery suppliers. Be-

sides, down payments aggregating F.F. 0.15 million (Rs. 2.24 lakhs) were made to the BFCE (Paris), and 8 Letters of Commitment to the extent of F.F. 9.26 million (Rs. 140.63 lakhs) were issued to them. Out of the said Letters of Commitment, Promissory Notes of the

aggregate amount of F.F. 8.38 million (Rs. 127.35 lakhs) were issued to the BFCE. Disbursements made upto the 30th June, 1968 amounted to U.S. \$ 24.25 million, D.M. 50.69 million and F.F. 8.53 million (Total Rs. 2854.63 lakhs).

TABLE 8

Currency	Gross sanctions			Cancellations/Adjustments			Net sanctions		
	Number of loans	Foreign currency (in millions)	Rupees (in lakhs)	Number of loans	Foreign currency (in millions)	Rupees (in lakhs)	Number of loans	Foreign currency (in millions)	Rupees (in lakhs)
U.S. Dollars	75	43.55	3229.86	16	11.01	831.83	59	32.54	2398.03
West German Marks	85	96.84	1814.58	18	29.85	559.81	67	66.99	1254.77
French Francs	14	38.10	578.64	5	25.84	392.41	9	12.26	186.23
	174 (a)		5623.08	39		1784.05	135 (b)		3839.03

(a) These were sanctioned in respect of 147 applications.

(b) These were sanctioned in respect of 113 applications.

Underwriting operations and direct subscription to capital upto the 30th June, 1968.

19. Upto the 30th June, 1968, the Corporation had sanctioned 158 applications for underwriting of equity and preference shares and debentures for a net aggregate amount of Rs. 2291.59 lakhs, made up of equity shares of Rs. 970.70 lakhs, preference shares of Rs. 617.89 lakhs and debentures of Rs. 703.00 lakhs. In addition, three applications for firm subscription to rights issues of Rs. 16.00 lakhs in respect of equity shares, devolved earlier in pursuance of underwriting, had been sanctioned upto the 30th June, 1968.

20. The Corporation had signed underwriting agreements in 141 cases for an aggregate sum of Rs. 2114.09 lakhs. Operations in 140 cases for Rs. 2112.09 lakhs had been completed upto the 30th June, 1968. 8 issues underwritten by the Corporation for Rs. 142.39 lakhs were fully subscribed by the public. As for the remaining 132 issues involving an aggregate commitment of Rs. 1969.70 lakhs, the Corporation was called upon to take up shares and debentures to the extent of Rs. 1742.67 lakhs. The position in respect of the 140 issues finalised upto 30th June, 1968 is given in the table below :—

TABLE 9

(Lakhs of rupees)

	Amount underwritten	Amount devolved on the Corporation	Percentage of (3) to (2)
Equity shares	873.20	731.14	83.7
Preference shares	555.89	412.22	74.2
Debentures	683.00	599.31	87.7
	2112.09	1742.67	82.5

The amount of shares and debentures that devolved on the Corporation upto the 30th June, 1968 came to about 82.5% of the total amount underwritten.

Upto the 30th June, 1968, the Corporation had also directly subscribed to one debenture issue to the extent of Rs. 182.00 lakhs.

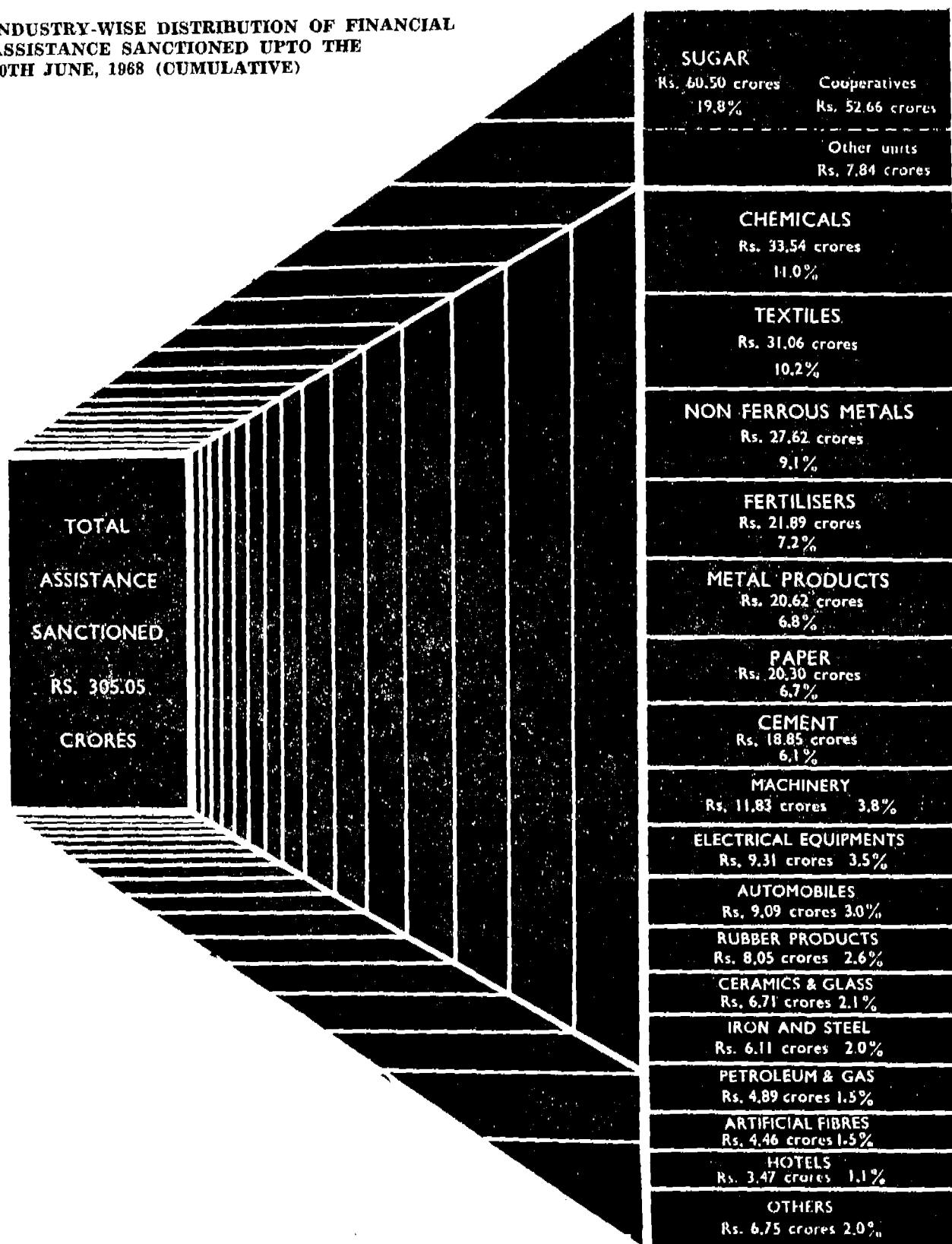
Guarantees for deferred payments sanctioned upto the 30th June, 1968.

21. Sanctions in respect of guarantees for deferred payments given by the Corporation aggregated Rs. 5676.76 lakhs. Cancellations and withdrawals totalled Rs. 2886.82 lakhs. The net amount of guarantees for deferred payments sanctioned upto the 30th June, 1968, thus amounted to Rs. 2789.94 lakhs in respect of 38 applications. The total amount of guarantees actually issued upto the 30th June, 1968 was Rs. 2743.83 lakhs.

Guarantees sanctioned for foreign currency loans from financial institutions abroad upto the 30th June, 1968.

22. The aggregate of 6 applications sanctioned was equivalent to Rs. 2954.06 lakhs. After accounting for cancellations and withdrawals of Rs. 607.20 lakhs, the net sanctions amounted to Rs. 2346.86 lakhs. Guarantees actually issued upto the 30th June, 1968 totalled Rs. 2332.91 lakhs.

INDUSTRY-WISE DISTRIBUTION OF FINANCIAL ASSISTANCE SANCTIONED UPTO THE 30TH JUNE, 1968 (CUMULATIVE)



CLASSIFICATION OF FINANCIAL ASSISTANCE SANCTIONED UPTO THE 30TH JUNE, 1968 TO NEW UNITS AND FOR EXPANSION, MODERNISATION AND RENOVATION OF EXISTING UNITS

23. The following table shows the classification of net financial assistance sanctioned upto the 30th June, 1968

for the various purposes along with the total cost of the projects financed by the Corporation.

TABLE 10

(Crores of rupees)

Type of undertaking	Total cost of the projects	Net financial assistance sanctioned			Total	Percentage of 6 to 2
		Loans	Under-writing and direct subscriptions	Guarantees for deferred payments for machinery and for foreign loans		
1	2	3	4	5	6	7
New Undertakings	781.05	140.62	17.59	41.76	199.97	26
Existing undertakings for :						
(i) Expansion of existing lines of production	422.72	74.27	6.45	6.95	87.67	21
(ii) Modernisation and rehabilitation	26.56	5.73	0.50	0.40	6.63	25
(iii) Diversification into new lines of production	19.88	5.94	0.35	2.26	8.55	43
TOTAL	1250.21	226.56	24.89	51.37	302.82	24
Loans sanctioned for other purposes e.g. working capital		2.23			2.23	
GRAND TOTAL	1250.21	228.79	24.89	51.37	305.05	

Of the total net assistance aggregating Rs. 305.05 crores sanctioned by the Corporation upto the 30th June, 1968, assistance to the extent of Rs. 199.97 crores was extended to new undertakings and the balance of Rs. 105.08 crores to existing units for expansion, modernisation or diversification into new lines of production. The total cost of the 443 projects which have been financed by the Corporation comes to Rs. 1250.21 crores which is a measure of the resources that had to be mobilised for completion of these projects.

Industry-wise and state-wise distribution of the net financial assistance sanctioned upto the 30th June, 1968 is given in Appendices 'C(i)' and 'C(ii)' respectively to this report. Appendix 'D' to the report shows the net financial assistance, classified according to the amounts

sanctioned to the various industrial concerns. Another statement showing the industry-wise distribution of the net financial assistance sanctioned, in each state, as on the 30th June, 1968 is given in Appendix 'E' to the report.

FINANCIAL ASSISTANCE TO THE CO-OPERATIVE SECTOR OF INDUSTRY

24. The net financial assistance sanctioned upto the 30th June, 1968 to industrial co-operatives amounted to Rs. 5684.35 lakhs. This was granted to 62 co-operative sugar factories, 7 co-operative spinning mills and 1 co-operative unit for extraction of vegetable oil. The State-wise and industry-wise distribution of co-operative units financed is shown in the following table :—

TABLE 11

(Lakhs of rupees)

State	Sugar		Cotton Spinning		Vegetable Oil		Total	
	No.	Amount	No.	Amount	No.	Amount	No.	Amount
Andhra Pradesh	5	435.00	..	..	..	..	5	435.00
Assam	1	60.00	..	..	..	..	1	60.00
Bihar	1	90.00	1	24.70	..	..	2	114.70
Gujarat	4	317.50	2	170.00	..	..	6	487.50
Haryana	2	106.00	..	..	..	..	2	106.00
Kerala	2	180.00	..	..	..	..	2	180.00
Madhya Pradesh	1	120.00	..	..	..	..	1	120.00
Madras	6	443.00	..	..	..	..	6	443.00
Maharashtra	23	2101.90	2	130.00	..	..	25	2231.90
Mysore	7	602.75	..	..	1	22.50	8	625.25
Orissa	1	85.00	1	31.00	..	..	2	116.00
Punjab	4	315.00	..	..	..	..	4	315.00
Rajasthan	1	120.00	..	..	..	..	1	120.00
Uttar Pradesh	4	290.00	1	40.00	..	..	5	330.00
TOTAL	62	5266.15	7	395.70	1	22.50	70	5684.35

The financial assistance sanctioned by the Corporation to industrial co-operatives represents about 18.6% of the total net assistance sanctioned by the Corporation.

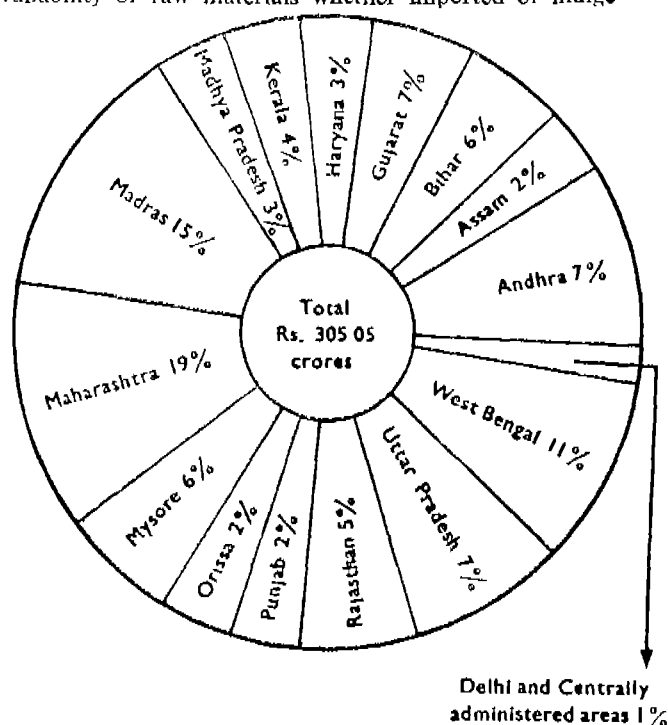
The extent of financial assistance extended to industrial co-operatives in the different States is the measure of the

extent to which industrial co-operation has developed in the different States. In the field of industrial co-operation, the manufacture of sugar occupies the most important place, the contribution of co-operative sugar factories being at present about 31% to the total production of sugar in the country.

CRITERIA ADOPTED FOR FINANCIAL ASSISTANCE

25 By Section 6 of the Industrial Finance Corporation Act, 1948, the Corporation is required, in the discharge of its functions to act on business principles, due regard being had by it to the interests of industry, commerce and the general public. Accordingly, the Corporation appraises industrial projects for financial assistance as business risks. The principal factors that are taken into account are the relative industrial and national priority of the project in the economy of the country; sources and availability of raw materials whether imported or indige-

nous; the technical, financial and economic viability of the project, the market for the products to be manufactured, profit-earning capacity of the project, the experience and probity of the promoters and their financial contribution towards the cost of the project and the quality of management and the adequacy and competence of the technical and administrative personnel likely to be available for the completion and operation of the project. In the selection of projects for assistance, due attention is paid to the need for dispersal of industry and development of industry in the co-operative sector.



State-wise distribution of financial assistance sanctioned upto the 30th June, 1968

(Cumulative)

(Crores of rupees)

Maharashtra	59.18
Madras	44.08
West Bengal	32.66
Andhra	22.32
Gujarat	21.90
Uttar Pradesh	21.83
Bihar	17.97
Mysore	17.53
Rajasthan	16.29
Kerala	11.19
Madhya Pradesh	8.34
Haryana	7.92
Orissa	7.43
Assam	6.68
Punjab	6.39
Delhi	2.63
Pondicherry	0.60
Andaman & Nicobar Islands	0.11
Total	305.05

26 After a detailed financial-cum-technical appraisal of the project has been made by the financial and technical staff of the Corporation, the views of the Advisory Committee which consists of experts drawn from the public and private sectors having specialised knowledge of the particular industry are invited. The Board of the Corporation thereafter takes a decision on each case taking into account the recommendations of the Advisory Committee.

27 In the case of large projects which involve joint financing with other all-India financial institutions, mutual consultations are held at regular inter-institutional meetings or special conferences. In suitable cases, the appraisal of such projects is done through visits to factory sites and discussions with the applicants by joint technical-cum-financial teams from the participating financial institutions.

28 In pursuance of the Central Government's decision in August, 1967 that financial assistance to sugar and textile co-operatives should continue to be channelled through the Industrial Finance Corporation, this cate-

gory of projects is receiving a priority treatment at the hands of the Corporation.

29. A loan is usually disbursed in instalments over the construction period of the projects for the purposes agreed upon at the time of sanctioning the loan. Loans are given primarily for fixed capital expenditure e.g. acquisition and installation of new machinery, construction of factory buildings and purchase of land for the factory site. The Corporation does not ordinarily provide finance for working capital. While a project is under construction, the assisted concern is required to submit periodical reports and officers of the Corporation visit the project to verify the physical and financial progress. Throughout the currency of the loan, the Corporation endeavours to keep in close touch with the project by obtaining regular progress reports and audited balance sheets, by carrying out periodical spot inspections through its officers and also by appointment of nominee directors, where necessary, on the boards of the assisted concerns. The Corporation does not seek or take any part in the management of the enterprises which it finances.

RESOURCES

Bonds

30. During the year under review, the Corporation made in October, 1967, a cash-cum-conversion issue of Bonds for Rs. 800 crores with a maturity period of 12 years, to redeem the 4½% Bonds 1967 of the face value of Rs. 4,56,47,400 due for redemption on the 24th November, 1967 as also to augment its resources. The rate of interest offered was 5½% p.a. with issue price at 98%. The Corporation received subscriptions to the extent of Rs. 8,24,86,700 out of which subscriptions amounting to Rs. 3,16,78,600 were received from the

holders of 4½% Bonds 1967 for conversion into the new series. All the applications received were allotted in full. The aggregate amount of the outstanding Bonds at the end of the year was Rs. 43,29,25,600.

Borrowings from the Central Government

31 As on the 30th June, 1967 the outstanding loans from the Central Government stood at Rs. 67.69 crores. During the year under review, a sum of Rs. 5.00 crores was drawn and a sum of Rs. 0.44 crores repaid, the

balance outstanding at the end of the year being Rs. 72.25 crores. This figure represents loans raised from the Government between the years 1959-60 and 1967-68 at rates of interest ranging from 4½% to 5½% per annum.

Borrowings from the Reserve Bank of India

32. Borrowings from the Reserve Bank were, as in the past, availed of during the year for temporary periods, when found essential. With the reduction in the Bank Rate from 6% to 5% per annum, the rate of interest on such borrowings was reduced from 6% to 5% per annum on the 3rd March, 1968.

Borrowings in Foreign Currencies

33. An Agreement in respect of the fifth loan for D.M. 10 million from the Kreditanstalt-für-Wiederaufbau (Reconstruction Loan Corporation) Frankfurt was concluded between the Corporation and Kreditanstalt on the 16th October, 1967. This loan was agreed to be given to the Corporation under an Inter-Governmental Agreement signed between the Governments of Federal Republic of Germany and India in February, 1967. A further (sixth) loan of D.M. 7.50 million was allocated to the Corporation under another Inter-Governmental Agreement signed on the 4th October, 1967, and the relative Agreement was signed between the Corporation and the Kreditanstalt on the 29th March, 1968. With the execution of the two agreements, the total of the six Kreditanstalt loans aggregated D.M. 92.50 million, apart from the three loans aggregating U.S. \$ 40 million (since reduced to U.S. \$ 33.63 million) and a credit of 50 million Francs (since reduced to 25 million Francs) sanctioned by the Agency for International Development (AID) of U.S.A. and the Banque Française Du Commerce Extérieur (BFCE) of France, respectively.

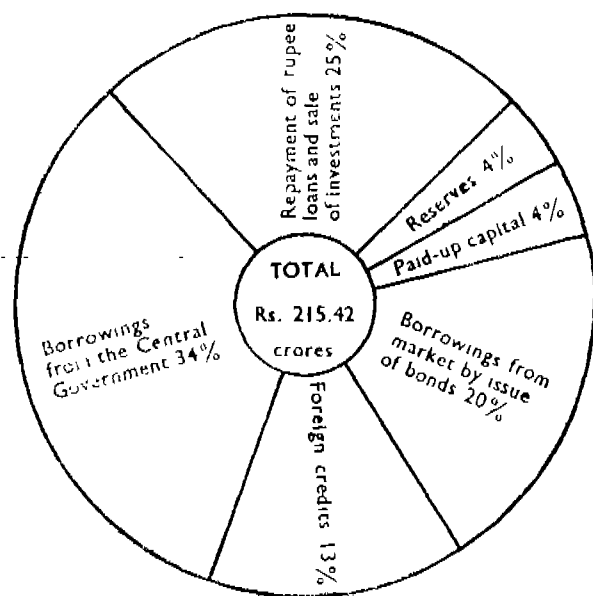
34. Out of the six loans from the Kreditanstalt, the Corporation had sanctioned upto the 30th June, 1968, effective sub-loans aggregating D.M. 66.99 million. Against the three AID Loans, effective sub-loans sanctioned by the Corporation upto that date aggregated U.S. \$ 32.54 million; and those sanctioned under the French line of credit totalled 12.26 million Francs.

35. Upto the 30th June, 1968, the Corporation had repaid U.S. \$ 8,120,436.10 in respect of the first two loans of U.S. \$ 10 and 20 million from the AID, D.M. 3,570,544.00 in respect of the first two loans of D.M. 15 and 25 million from the Kreditanstalt and Francs 338,587.95 (excluding the down payments amounting to F.F. 0.15 million made to BFCE) in respect of the credit from BFCE.

Sources from which the Corporation's assistance to Industry has been financed

36. The amounts disbursed on loans and paid on shares and debentures aggregated Rs. 215.42 crores as mentioned in para 14. These have been financed from the following sources :—

	(Crores of rupees)
Paid-up capital	8.35
Reserves	9.45
Borrowings from the market by issue of bonds	43.29
Borrowings from the Central Government	72.25
Foreign credits	28.54
Repayment of rupee loans and sale of investments etc.	53.54
	<hr/> 215.42 <hr/>



Sources from which disbursements have been financed as at 30th June, 1968

Disbursements	Sources of finance
(Crores of rupees)	
Rupee loans 167.58	Paid-up capital 8.35
	Reserves 9.45
Foreign currency loans 28.54	Borrowings from market by issue of bonds 43.29
	Borrowings from Central Government 72.25
Underwritings 17.39	Foreign credits 28.54
Direct Subscription 1.91	Repayment of rupee loans and sale of investments 53.54
	<hr/> 215.42 <hr/>
	<hr/> 215.42 <hr/>

Progress of Repayments

37. Tables 12 and 13 show the amounts which were due by way of interest on loans and instalments of principal

and the amounts that were realised during each of the last five years. They also show the amounts in default at the end of each of those years.

TABLE 12

Interest

(Lakhs of rupees)

Year ended 30th June	Loans outstanding at the beginning of the year*	Arrears of interest outstanding at the beginning of the year	Amount of interest due during the year	Total of columns 3 & 4	Amount of interest received during the year	Defaults of interest at the end of the year**
1	2	3	4	5	6	7
1964	5976.20	4.58	340.93	345.51	331.41	14.10
1965	7036.94	14.10	502.18	516.28	477.98	36.86
1966	8244.04	36.86	609.65	646.51	583.65	61.42
1967	9960.69	61.42	801.69	863.11	721.98	116.82
1968	12120.37	116.82	940.19	1057.01	830.57	202.81

*Excludes amounts due on account of defaulted deferred payment instalments guaranteed and met by the Corporation and interest due thereon which are shown separately in table 15.

**Excludes amounts for which extension of time was granted. Technically, such cases are not treated as defaults.

TABLE 13

Principal

(Lakhs of rupees)

Year ended 30th June	Loans outstanding at the beginning of the year*	Arrears of principal outstanding at the beginning of the year	Amount of principal due during the year	Total of columns 3 & 4	Amount of principal received during the year	Defaults of principal outstanding at the end of the year**
1	2	3	4	5	6	7
1964	5976.20	14.24	463.65	477.89	450.94	18.24
1965	7036.94	18.24	512.39	530.63	483.11	22.22
1966	8244.04	22.22	672.03	694.25	622.86	38.83
1967	9960.69	38.83	784.13	822.96	723.24	80.02
1968	12120.37	80.02	928.16	1008.18	801.11	149.32

*Excludes amounts due on account of defaulted deferred payment instalments guaranteed and met by the Corporation and interest due thereon which are shown separately in table 15.

**Excludes amounts for which extension of time was granted. Technically, such cases are not treated as defaults.

38. The industry-wise break-up of defaults, as on the 30th June, 1968 alongwith comparative figures for the previous year, is given in the following table :—

TABLE 14

(Lakhs of rupees)

Industry	Defaults as on 30-6-1967			Defaults as on 30-6-1968		
	No. of concerns	Principal	Interest	No. of concerns	Principal	Interest
Sugar	7	2.00	29.74	7	19.50	48.72
Textiles	13	30.51	28.65	17	55.90	60.80
Paper	4	4.95	24.18	4	10.30	38.53
Chemicals	1	6.14	6.38	1	9.26	9.95
Pottery, china and earthenware	2	4.80	3.77	5	12.59	17.19
Wood & Cork (Hard-boards)	1	0.50	8.33	1	18.75	17.14
Iron & Steel . . . . .	..	..	..	1	..	2.04
Metal Products	2	18.54	7.77	5	3.75	4.65
Machinery	1	..	1.09	1	6.00	..
Electrical Machinery and Appliances	1	8.50	0.74	3	11.81	0.89
Motor Vehicles and Ancillaries	1	..	1.95	1	..	1.29
Hotels	1	2.02	2.76	..	..	..
Glass	1	0.60	0.08	..	..	..
Misc. Mfg. Industries	1	1.46	1.38	2	1.46	1.61
TOTAL	36	80.02	116.82	48	149.32	202.81

39. In the cotton textile industry, the profitability of the concerns in default was affected by unfavourable trading conditions, increase in the price of cotton, rise in manufacturing costs, diversion of working funds towards capital expenditure, and low production resulting from power cuts. Lack of proper management, labour troubles and shortage of working capital were also contributory factors.

40. As regards the sugar industry, one of the units in default could not raise the necessary resources to meet the substantial over-run in the cost and complete the project. In two cases, the units were affected by certain endemic deficiencies like inadequate supply of sugarcane, lack of irrigation facilities etc. In the other cases, the concerns suffered from shortage of cane due to conditions of drought and its diversion to the manufacture of jaggery. The partial decontrol of sugar by Government, however, brought about some improvement in the working results of some of the units.

41. The defaults committed by assisted concerns in the paper industry cannot be attributed to any general recession in the industry, as a whole, but were occasioned by special circumstances, facing some of the projects financed by the Corporation, namely, uneconomic size of the plant, heavy over-run due to delay in the completion of the project and the promoters' inability to bring in the required finance, increase in the incidence of deferred payments in respect of imported plant and machinery as a result of devaluation, inadequate availability of raw materials and uneconomic operations, resulting in accumulation of losses. Out of the four concerns in default, the Corporation has initiated legal proceedings against two.

42. The defaults in respect of pottery, china and earthenware industries are accounted for mainly by one concern engaged in the manufacture of refractories. In this case, the concern has accumulated heavy losses due to delay in the completion of the project resulting in an over-run in the project cost, under-utilisation of capacity for lack of adequate demand, shortage of working capi-

tal, uneconomic operating conditions. The defaults by one unit engaged in the manufacture of hardboards, could also be traced to delay in the commissioning of the plant by about two years, and uneconomic production, resulting from high cost of manufacture on the one hand, and poor sales realisations due to keen competition in the market on the other.

43. Apart from the defaults in repayment of instalments of principal and interest on loans, there have been defaults by a few assisted concerns in meeting deferred payment instalments guaranteed by the Corporation and these had to be met by it. On the 30th June, 1967, the amount of such outstanding defaults of deferred payments and interest due thereon was Rs. 335.11 lakhs in respect of two concerns belonging to paper industry. During the year, there were five further defaults, involving an amount of Rs. 80.41 lakhs; one by a paper concern out of the two already in default, two by textile mills, one by a chemical unit and one by another paper unit. Out of the total defaults of Rs. 415.05 lakhs outstanding at the end of the year, the bulk of the amount viz Rs. 396.74 lakhs—was accounted for by two concerns relating to paper industry. One of these had to be closed, after the project had been completed, due to shortage of raw materials and financial difficulties. The proposals for its rehabilitation are under consideration in consultation with the Government of the State in which the project is located. The other, however, came to grief even before the project was completed, and after a series of proposals had been considered in close collaboration with the concerned State Government for the revival of the project, the Corporation has been left with no alternative but to proceed legally for recovery of its dues. The Corporation has already obtained a decree for sale of the mortgaged assets, and further action is under way.

44. The position of defaults in the payment of instalments of deferred payments guaranteed, and met by the Corporation and interest and other charges, due thereon for the last four years is given in Table 15.

TABLE 15

Defaults in the payment of instalments of deferred payments guaranteed and met by the Corporation and interest etc. due thereon

(Lakhs of rupees)

Year ended 30th June	Amount of arrears due at the beginning of the year	Defaults during the year	Total of columns 2 & 3	Recoveries during the year	Amount of arrears outstanding at the end of the year
1	2	3	4	5	6
1965	26.17	132.03	158.20	3.50	*147.00
1966	147.00	235.10	382.10	142.76	239.34
1967	239.34	95.77	335.11	—	335.11
1968	335.11	80.41	415.52	0.47	415.05

*Excludes Rs. 7.70 lakhs for which extension of time was granted.

Premature Repayments

45. In some cases, the Corporation has received, from time to time, additional payments over and above the normal repayments of principal in terms of the mortgage documents. Up to the 30th June, 1968, the Corporation had received a sum of Rs. 1025.84 lakhs from some assisted concerns on account of premature repayments of principal and sale of mortgaged assets. During the year ended the 30th June, 1968, the amount received by the Corporation on account of premature repayments amounted to Rs. 97.58 lakhs from 12 concerns.

General review of industries particularly in the fields in which the corporation has rendered financial assistance

46. Of the industries assisted by the Corporation, chemical, cement, rubber, artificial fibres, bicycles, aluminium etc. have had a satisfactory year, while industries like textiles, refractories, hardboards, steel tubes, steel castings, steel forging and power-cables have been in a depressed state. Sugar and paper presented a mixed picture. While the largest defaults during the year were from the textile and sugar industries, a number of requests for extension of time for payment of instalments

of principal or for rescheduling of the loans, were also received from certain concerns, mainly the engineering concerns, and had to be conceded to enable the concerns to tide over their temporary difficulties. With the good monsoon last year and the increase in the agricultural production and various measures since taken by Government, however, the picture appears to be changing, and it is expected that the things will gradually tend to improve.

47. A tabular statement outlining the installed capacity and industrial production in the country during the year 1967 in respect of some selected industries where the Corporation has rendered financial assistance as also the contribution thereto by concerns assisted by the Corporation appears as Appendix 'F' to the report.

Rate of interest

48. The current gross rates of interest on rupee loans and sub-loans in foreign currencies have remained unchanged at 8½% p.a. and 9% p.a. respectively. A rebate

of ½% p.a. is, however, allowed for punctual payment of instalments of principal and interest.

Distribution of shares

49. There has been no change in the distribution of shares of the Corporation held by the various categories of shareholders during the year under report. The distribution of shares as on the 30th June, 1968 was as under :—

	Number of shares held	Percentage of the total
Industrial Development Bank of India	8346	50%
Scheduled Banks	3405	20%
Insurance concerns etc.	3586	22%
Co-operative Banks	1355	8%
	16692	100%

ACCOUNTS

Profit and loss Statement for the year

(Lakhs of rupees)

	This year	Previous year
50. The year's working shows gross income of	1081.14	962.01
After deducting from gross income:—		
Interest paid on bonds and other borrowings	670.63	569.55
Other expenses	54.09	46.97
And providing for:—		
Taxation	198.25	180.69
	922.97	797.21
The net profit for the year is :—	158.17	164.80
The net profit of Rs. 158.17 lakhs has been appropriated as under :—		
(i) Transfer to General Reserve Fund	72.62	77.40
(ii) Transfer to Special Reserve Fund (Under Section 36(1)(viii) of the Income-tax Act, 1961)	35.92	37.77
(iii) Transfer to reserve for doubtful debts	25.00	25.00
(iv) (a) Payment of dividend @2½% on the paid-up share capital of Rs. 5 crores for the year	11.25	11.25
(b) Payment of dividend @4% on the paid-up capital of Rs. 334.60 lakhs for the year	13.38	13.38
	158.17	164.80

General Reserve Fund

51. A sum of Rs. 72.62 lakhs has been transferred out of the current year's profits and Rs. 10.00 lakhs from the Special Reserve Fund under Section 36(1) (viii) of the Income-tax Act, 1961 to the General Reserve Fund which now stands at Rs. 585.62 lakhs.

In addition to the General Reserve Fund, there are the following Special Reserve Funds aggregating Rs. 295.10 lakhs :—

(Lakhs of rupees)

(1) Special Reserve Fund under Section 32A of the Industrial Finance Corporation Act	96.75
(2) Special Reserve Fund under Section 36(1)(viii) of the Income-tax Act, 1961	198.35
	295.10

The General and Special Reserve Funds aggregate in all Rs. 880.72 lakhs.

There is, in addition, a Reserve for Doubtful Debts amounting to Rs. 64.45 lakhs. The sum total of the reserves held by the Corporation thus adds up to nearly Rs. 945.17 lakhs.

Special Reserve Fund under Section 36(1) (viii) of the Income-tax Act, 1961

52. In terms of the provisions of Section 36(1) (viii) of the Income-tax Act, 1961, the Corporation has been transferring to the Special Reserve Fund under that Section a sum equivalent to 10% of the assessable income every year from the year ended the 30th June, 1960. The income-tax authorities, have however, ruled that the amount transferable to this reserve should be calculated at 1/11th of the income before deduction of the amount transferable to the Special Reserve Fund so that the amount transferred is equivalent to 10% of the income after deduction of the amount transferable to the Reserve. There is accordingly an excess provision in the Special Reserve account, and, in consultation with the auditors, a sum of Rs. 10.00 lakhs has been transferred out of this account to the General Reserve Fund on *ad hoc* basis, subject to final adjustment after finalisation of assessments.

For the current year, a sum of Rs. 35.92 lakhs has been transferred from the profits to the Special Reserve Fund under Section 36(1) (viii) of the Income-tax Act. Thus, the balance at the end of the year to the credit of the Fund stood at Rs. 198.35 lakhs.

Reserve for Doubtful Debts

53. A review of the loan accounts as at the end of the year shows a satisfactory position. In view, however, of the depressed state of certain industries, an increase in the number of defaults, the large size of the operations of the Corporation, and the fact that schemes for rehabilitation of certain projects may take long to mature, the Directors have decided, as a measure of prudence, to transfer an amount of Rs. 25.00 lakhs to the Reserve for Doubtful Debts from the profits of the year under report.

Provision for Income-tax

54. As the assessment proceedings in respect of tax payable by the Corporation for the accounting years

ended the 30th June, 1966 and the 30th June, 1967 (assessment years 1967-68 and 1968-69) were not finalised by the close of the annual accounts, no adjustments in respect thereof have been made in the year's accounts. In respect of the accounting year ended the 30th June, 1968, a sum of Rs. 198.25 lakhs has been provided in the accounts for taxation. This includes a sum of Rs. 0.50 lakh as provision for income-tax in respect of the earlier years.

Working Results for the last 5 Years

55. A summary of the profit and loss account of the Corporation for the last 5 years is given in the following table :—

TABLE 16

(Lakhs of rupees)

	For the year ended 30th June				
	1964	1965	1966	1967	1968
Interest earned	499.05	543.49	670.41	858.33	1009.90
Other income	58.23	69.07	82.53	103.68	71.24
Total income	507.28	612.56	752.94	962.01	1081.14
Interest paid	262.04	342.02	428.07	569.55	670.63
Discount and brokerage on bonds . . . . .	..	5.38	2.11	12.60	16.97
Establishment expenses, inclusive of medical fees and expenses and interest on employees' provident fund	12.29	15.64	17.13	22.72	23.49
Other expenses	5.89	7.31	7.48	11.65	13.63
Total expenditure	280.22	370.35	454.79	616.52	724.72
Gross Profit	227.06	242.21	298.15	345.49	356.42
Provision for taxation	101.62	110.79	165.21	180.69	198.25
Net Profit	125.44	131.42	132.94	164.80	158.17
To reserves	106.19	107.24	108.31	140.17	133.54
Dividend	19.25	24.18	24.63	24.63	24.63
	125.44	131.42	132.94	164.80	158.17

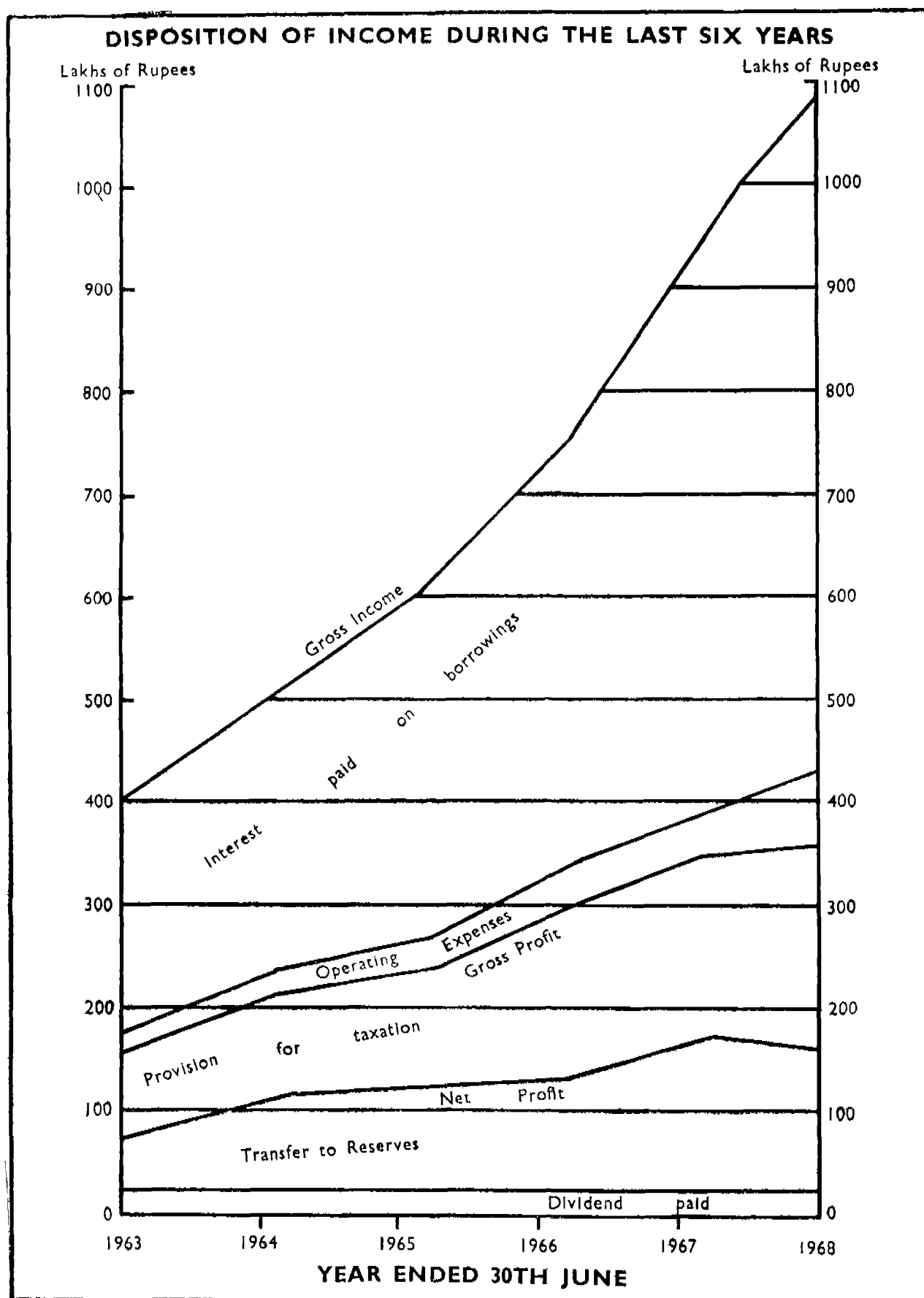
Compared to the previous year, the total income of the Corporation during the current year increased by Rs. 119.13 lakhs. The gross profit also recorded a rise of Rs. 10.93 lakhs. As larger provision of Rs. 198.25 lakhs had to be made for taxation for the current year as against Rs. 180.69 lakhs provided last year, the net profit for the current year amounted to Rs. 158.17 lakhs as against Rs. 164.80 lakhs for the previous year. For the same reason, appropriations to reserves for the current year totalled Rs. 133.54 lakhs as against Rs. 140.17 lakhs last year.

Schedule attached to the Balance Sheet

56. A schedule giving particulars in respect of loans and advances, as on the 30th June, 1968, is attached to the Balance Sheet.

(i) Debts Secured only by Personal Guarantee or choses-in-action

57. It will be seen from item (e) of the schedule that debts aggregating Rs. 12.64 lakhs due from two concerns are outstanding under this category. Steps for the recovery of the amount due are being taken.



(ii) Interest of directors in loanee concerns

58. A statement showing an analysis of the figures shown at item (f) of the schedule attached to the Balance Sheet is given in Appendix 'G'.

There was no concern (*vide* Section 'A' of the statement) in which any director of the Corporation had interest as a nominee director of a State Government or of a Co-operative Bank or of a Registrar of Co-operative Societies.

The loans due from concerns in which some of the Corporation's directors are only shareholders aggregate Rs. 2405.34 lakhs (*vide* Section 'B' of the statement).

The details given in Section 'C' of the statement relate to one concern, with outstanding loans of Rs. 82.46 lakhs, in which a director of the Corporation is interested as a shareholder in the managing agency. Debts aggregating Rs. 480.17 lakhs were due by concerns in which the directors of the Corporation are interested as directors (*vide* Section 'D'). Debts due from concerns in which the directors of the Corporation were interested in one form or the other and which were sanctioned after they became directors of the Corporation aggregated Rs. 9.65 crores, constituting about 6.9% of the total outstanding loans of Rs. 139.68 crores.

Meetings of the Board and Central Committee

59. Twelve meetings of the Board were held during the year, eight at New Delhi, two at Madras, and one each at Bombay and Calcutta. There was no meeting of the Central Committee during the year.

Advisory Committees

60. The Corporation continued to have during the year five Advisory Committees, one each for Chemical Process and Allied Industries Engineering, Sugar and Textile Industries and one for Miscellaneous Industries covering mainly coal, shipping, and hotel industries. During the year there were nine meetings of the Advisory Committee (Chemical Process and Allied Industries), seven of Advisory Committee (Engineering), six of Advisory Committee (Sugar), four of Advisory Committee (Textiles) and one of Advisory Committee (Miscellaneous Industries). The Committees considered applications for various types of financial assistance from 35 concerns in all. In addition to the members of the Committees, the Corporation continued to maintain a panel of technical experts and consultants for various industries to have the benefit of their special expertise, and to co-opt, where necessary, the experts from the panel to the concerned Committees as members, depending upon the needs of the occasion, the complexity and nature of the case to be considered and the field of specialisation of the expert concerned.

Board of Directors

61. At the Annual General Meeting held on the 28th September, 1967, the following directors were re-elected to the Board to represent the shareholders shown against them under clauses (c), (d) and (e) of Section 10(1) of the IFC Act respectively:—

- (i) Shri B. K. Dutt Scheduled Banks
- (ii) Shri S. D. Srinivasan Insurance concerns, Investment Trusts and other like financial institutions,
- (iii) Shri P. S. Rajagopal Co-operative Banks.
Naidu,

Shri B. K. Dutt, however, resigned with effect from the 1st June, 1968, consequent upon his becoming the Chairman of the United Bank of India Ltd.

In terms of Section 17(6) of the IFC Act, the Industrial Development Bank of India (IDBI) deputed Shri P. K. Dasgupta, General Manager of IDBI to attend meetings of the Board in place of Shri S. L. N. Simha, with effect from the 18th September, 1967. Subsequently, on the 19th June, 1968, Shri Dasgupta was nominated a director under Section 10(1) (aa) of the IFC Act.

The Board place on record their appreciation of the valuable services rendered by Shri B. K. Dutt and Shri S. L. N. Simha as directors of the Corporation.

The IDBI also nominated, with effect from the 30th December, 1967, Shri G. Ramanujam, (General Secretary, Indian National Trade Union Congress), as a director in terms of Section 10(1) (aa) of the IFC Act in place of Shri S. R. Vasavada, whose resignation was reported last year.

Opening of Delhi Division

62. As a step towards streamlining the work and giving more prompt service to clients from the States of Punjab, Haryana, Jammu & Kashmir, Rajasthan, Uttar Pradesh, northern part of Madhya Pradesh and the Union territories of Himachal Pradesh, Delhi and Chandigarh, the work relating to these areas was organized under a separate 'Delhi Division' with effect from the 25th March, 1968. This 'Division' which forms part of Head Office is at present located in 'Jeevan Tara Building', 5-Parliament Street, New Delhi.

Auditors

63. M/s. S. Vaidyanath Aiyer & Company, New Delhi were appointed by the Industrial Development Bank of India as Auditors of the Corporation for the year ended the 30th June, 1968. At the Annual General Meeting of the shareholders of the Corporation held on the 28th September, 1967, Messrs. S. B. Billimoria & Company, Bombay, were re-elected as Auditors on behalf of the shareholders, other than the Industrial Development Bank of India, for the same period. Messrs. S. B. Billimoria & Company will retire but are eligible for re-election.

Acknowledgement of Assistance Received

64. The Board wish to place on record their appreciation of the co-operation and assistance received from the various Ministries and Departments of the Government of India and the Industrial Development Bank of India. The Board are also grateful to the members who have served on the various Advisory Committees of the Corporation for their valuable assistance and advice, and also to the non-officials who have served as the Corporation's nominees on the Boards of Directors of the various loanee concerns and State Financial Corporations.

On behalf of the Directors

N. D. NANGIA
Chairman

INDUSTRIAL FINANCE
BALANCE SHEET AND PROFIT AND LOSS ACCOUNT
INDUSTRIAL FINANCE
NEW
Balance Sheet as at

Previous Year	Capital and Liabilities	This Year	
Rs.		Rs.	Rs.
	1. AUTHORISED CAPITAL :		
10,00,00,000	20,000 shares of Rs. 5,000 each		10,00,00,000
	Issued, Subscribed and Paid-up Capital		
	10,000 shares of Rs. 5,000 each fully paid-up. (Guaranteed by Government of India as to the re- payment of principal and payment of minimum annual dividend at 2½% under Section 5 of the Industrial Finance Corporation Act)	5,00,00,000	
5,00,00,000			
	4,000 (Second Series) shares of Rs. 5,000 each fully paid-up. (Guaranteed by Government of India as to the repayment of principal and payment of minimum annual dividend at 4% under Section 5 of the Industrial Finance Corporation Act)	2,00,00,000	
2,00,00,000			
	2,692 (Third Series) shares of Rs. 5,000 each fully paid-up. (Guaranteed by Government of India as to the repayment of principal and payment of minimum annual dividend at 4% under Section 5 of the Industrial Finance Corporation Act)	1,34,60,000	8,34,60,000
1,34,60,000			
8,34,60,000			
	2. RESERVES AND RESERVE FUND :		
	(i) General Reserve Fund (under Section 32)		
4,25,60,871	Balance as per last Balance Sheet	5,03,00,453	
	Transferred from Special Reserve Fund [under Section 36 (1) (viii) of the Income Tax Act, 1961]	10,00,000	
77,39,582	Transferred from Profit and Loss Account	72,62,000	5,85,62,453
5,03,00,453			
	(ii) Special Reserve Fund (under Section 32A)		
70,45,683	Balance as per last Balance Sheet	83,60,158	
13,14,475	Additions during the year	13,14,475	96,74,633
83,60,158			
	(iii) Special Reserve Fund [Under Section 36 (1) (viii) of the Income tax Act, 1961]		
1,34,65,563	Balance as per last Balance Sheet	1,72,42,753	
—	Less: Transferred to General Reserve Fund	10,00,000	
1,34,65,563		1,62,42,753	
37,77,190	Transferred from Profit and Loss Account	35,91,987	1,98,34,740
1,72,42,753			
7,59,03,364			
8,34,60,000	Carried Over	8,80,71,826	8,34,60,000

CORPORATION OF INDIA

FOR THE YEAR ENDED 30TH JUNE 1968

CORPORATION OF INDIA,**DELHI.**

30th June, 1968

Previous Year	Property and Assets			This Year
Rs.		Rs.	Rs.	Rs.
1. CASH AND BANK BALANCES :				
4,884	(i) In hand at Head Office and at Branches .		4,862	
	(ii) With Banks (under Section 19)			
42,61,024	(a) Reserve Bank of India	68,40,331		
4,38,25,498	(b) Scheduled Banks	1,76,39,295		
24,00,000	(c) State Co-operative Banks	22,00,000		
11,917	(d) Outside India	17,898	2,66,97,524	2,67,02,386
5,04,98,439				
5,05,03,323				
2. INVESTMENTS AT COST :				
	(i) Under Section 20			
—	(a) Securities of the Government of India	—		
..	(b) Securities of the State Government . . . . .	..	
21,00,000	(c) Initial Capital of Unit Trust of India	21,00,000	21,00,000	
21,00,000				
	(ii) Under Section 23 (1) (f)			
5,87,950	Shares		15,11,000	
5,87,950				
	(iii) Under Section 23 (1) (h)			
..	(a) Stocks	—		
10,74,49,323	(b) Shares	10,30,39,187		
..	(c) Application money on shares	4,72,075		
..	(d) Bonds . . . . .	..	
4,06,24,600	(e) Debentures	3,83,45,600	14,18,56,862	
14,80,73,923				
	(iv) Under Section 23 (1) (i)			
1,82,00,000	Debentures		1,82,00,000	16,36,67,862
16,89,61,873				
(Rs. 11,69,65,647 quoted—Rs. 10,79,66,763 Market value Rs. 4,67,02,215 unquoted)				
3. LOANS AND ADVANCES :				
1,24,55,47,855	Total loans outstanding (as per schedule annexed)			1,39,68,09,056
4. SUB-BORROWERS COMMITMENT TOWARDS DEFERRED FRENCH CREDIT ON ACCOUNT OF PRINCIPAL AND INTEREST				
41,08,335				1,59,61,523
1,46,91,21,386	Carried over			1,60,31,40,827

		BALANCE		
Previous Year	Capital and Liabilities			This Year
Rs.		Rs.	Rs.	Rs.
8,34,60,000	Brought Forward			8,34,60,000
7,59,03,364	RESERVES AND RESERVE FUND (Contd.)		8,80,71,826	
	(iv) Reserve for Doubtful Debts			
14,45,478	Balance as per last Balance Sheet . . .	39,45,478		
25,00,000	Transferred from Profit and Loss Account . . .	25,00,000	64,45,478	9,45,17,304
39,45,478				
7,98,48,842				
3. PROVISION FOR TAXATION:				
(i) <i>Income Tax</i> :				
2,76,91,013	Balance as per last Balance Sheet . . .		3,36,50,286	
..	ADD: Adjustments during the year . . .		275	
1,80,51,607	Provision for the year . . .		1,98,25,191	
4,57,42,620			5,34,75,752	
1,20,92,334	LESS: Adjustments during the year . . .		..
3,36,50,286			5,34,75,752	
43,45,418	LESS : Tax deducted at source . . .	67,65,387		
1,35,96,801	Advance tax paid . . .	3,24,54,056	3,92,19,443	
1,79,42,219			1,42,56,309	
1,57,08,067				
(ii) <i>Super Profits Tax</i> :				
1,56,800	Balance as per last Balance Sheet . . .	1,74,193		
—	LESS : Adjustments during the year . . .	1,74,193		
1,56,800		..		
17,393	ADD : Additional provision for the previous year.	..		
1,74,193		..		
1,56,800	LESS : Advance tax paid . . .	..		1,42,56,309
17,393				
1,57,25,460				
4. BONDS AND DEBENTURES :				
4,56,47,400	(i) 4½% Bonds (Unsecured) redeemable in 1967. (Guaranteed by the Government of India under Section 21)			
4,38,30,800	(ii) 4½% Bonds (Unsecured) redeemable in 1968. (Guaranteed by the Government of India under Section 21)		4,38,30,800	
8,94,78,200				
17,90,34,302]	Carried Over	4,38,30,800		19,22,33,613

SHEET—Contd.

Previous Year	Property and Assets			This Year
Rs.		Rs.	Rs.	Rs.
1,46,91,21,386	Brought Forward .			1,60,31,40,827
5. DIVIDEND DEFICIT ACCOUNT :				
---	Balance as per last Balance Sheet		---	
---	LESS : Balance of Profit transferred from Profit and Loss Account		---	---
6. PREMISES AT COST :				
---	Balance as per last Balance Sheet		---	
---	Additions during the year		---	
---	LESS : Depreciation upto last year	---		
---	Depreciation for the year	---	---	---
7. MOTOR CARS, CYCLES, FURNITURE, FIXTURES, FITTINGS, ETC. AT COST				
3,86,520	Balance as per last Balance Sheet		5,49,905	
1,85,901	Additions during the year		99,621	
5,72,421			6,49,526	
22,516	LESS : Cost of assets sold		4,269	
5,49,905			6,45,257	
2,05,126	LESS : Depreciation upto last year	2,25,292		
35,424	Depreciation for the year	46,935		
2,40,550		2,72,227		
15,258	Deduct : Depreciation on assets sold	3,144	2,69,083	3,76,174
2,25,292				
3,24,613				
8. OTHER ASSETS]				
Interest accrued:--				
52,86,131	(i) On loans and advances	68,58,271		
10,54,528	(ii) On debentures	11,30,697		
5,85,545	(iii) On deposits with banks	5,20,025		
9,875	(iv) On advances to staff	16,066	85,25,059	
69,38,079				
16,08,458	Commitment and other charges accrued		15,75,918	
85,46,537				
1,46,94,45,999	Carried over .		1,01,00,977	160,35,17,001

		BALANCE		
Previous Year	Capital and Liabilities	This Year		
Rs.		Rs.	Rs.	Rs.
17,90,34,302	Brought Forward			19,22,33,613
8,94,78,200	BONDS AND DEBENTURES (Contd.)		4,38,30,800	
5,48,86,900	(iii) 4% Bonds (Unsecured) redeemable in 1971. (Guaranteed by the Government of India under Section 21)		5,48,86,900	
6,00,33,100	(iv) 4½% Bonds (Unsecured) redeemable in 1974. (Guaranteed by the Government of India under Section 21)		6,00,33,100	
4,45,50,000	(v) 4½% Conversion Bonds (Unsecured) redemca- able in 1976. (Guaranteed by the Government of India under Section 21)		4,45,50,000	
6,58,48,100	(vi) 4½% Bonds (Unsecured) redeemable in 1976. (Guaranteed by the Government of India under Section 21)		6,58,48,100	
2,00,00,000	(vii) 5½% Bonds (Unsecured) redeemable in 1977. (Guaranteed by the Government of India under Section 21)		2,00,00,000	
6,12,90,000	(viii) 5½% Bonds (unsecured) redeemable in 1978. (Guaranteed by the Government of India under Section 21)		6,12,90,000	
—	(ix) 5½% Bonds (Unsecured) redeemable in 1979. (Guaranteed by the Government of India under Section 21)		8,24,86,700	
—	(x) % Debentures (Unsecured) redeemable in (Guaranteed by the Government of India under Section 21)		—	43,29,25,600
39,60,86,300				
	5. FIXED DEPOSITS :			
—	(Under Section 22)			—
	6. BORROWINGS :			
	(i) From Reserve Bank of India:—			
—	(a) Secured by pledge of Government Securities of the face value of Rs.—[Under Section 21(3) (a)]	—		
—	(b) Secured by Bonds and Debentures issued by the Corporation of the face value of Rs. 3·25 crores [Under Section 21(3)(b)]	—		
—	(ii) From Industrial Development Bank of India under Section 21(4)	—		
67,69,01,210	(iii) From Government of India [under Section 21(4)]		72,24,83,551	
19,01,39,415	(iv) In Foreign Currency :		20,91,19,975	93,16,03,526
86,70,40,625				
41,08,335	7. DEFERRED FRENCH CREDIT ON ACCOUNT OF PRINCIPAL AND INTEREST :			1,59,61,523
1,44,62,69,562	Carried over			1,57,27,24,262

SHEET—contd.

Previous Year	Property and Assets.		This Year
Rs.		Rs.	Rs.
1,46,94,45,999	Brought Forward		1,60,35,17,001
{ 85,46,537	OTHER ASSETS (Contd.)	1,01,00,977	
	Commitment and other charges accrued on Foreign		
170	Currency loans availed.	289	
67,62,819	Sundry Debtors*	43,90,666	
1,71,341	Advances to staff	1,76,228	
45,975	Stocks of stationery	44,994	
33,379	Telephone Deposits	38,175	
	Cheques lodged for collection or in hand pending		
44,47,873	collection per contra.	51,78,599	
32,902	Prepaid Expenses	32,568	
1,34,933	Difference in Exchange	2,40,223	
18	Stamps on hand	18	2,02,02,737
2,01,75,947			
{ 32,44,20,087	9. GUARANTEES PER CONTRA		31,42,54,775
10,00,000	10. UNDERWRITINGS CONTRACTS PER CONTRA		2,00,000
1,81,50,42,033	Carried over		1,93,81,74,513

		BALANCE	
Previous Year	Capital and Liabilities	This Year	
Rs.		Rs.	Rs.
1,44,62,69,562	Brought Forward .		1,57,27,24,262
	8. SUBVENTION PAID BY GOVERNMENT OF INDIA :		
	On account of dividend under Section 5 read with Section 32.		
—	Balance as per last Balance Sheet.	—	
—	LESS : Paid to Government of India	—	—
—			
	9. OTHER LIABILITIES :		
	Interest accrued and accruing :		
1,24,05,012	(a) On borrowings from Government of India under Section 21 (4)	1,34,78,395	
47,89,210	(b) On Industrial Finance Corporation Bonds	55,71,919	
16,89,868	(c) On borrowings in Foreign Currency	16,33,318	
12,934	(d) On Sundry Deposits	462	2,06,84,094
1,88,97,024			
12,05,108	Advance Guarantee Commission		12,78,029
82,63,046	Sundry Creditors		85,35,564
47,92,529	Interest held in Suspense		92,73,103
8,77,365	Commitment Charges held in Suspense		8,23,865
1,28,280	Dividend held in Suspense		—
3,96,852	Guarantee Commission held in Suspense		5,45,574
1,05,550	Legal Charges Suspense		1,01,350
17,72,910	Industrial Finance Corporation Employees' Provident Fund Account.		21,11,586
2,447	Unclaimed Dividend		312
44,47,873	Cheques received for collection per contra	51,78,599	4,85,32,076
4,08,88,984			
	10. CONTINGENT LIABILITIES		
9,51,62,673	(a) Guarantees given [under Section 23(1)(b) per contra]	10,44,83,139	
22,92,57,414	(b) Foreign Loan Guarantees given [under Section 23(1)(c) per contra]	20,97,71,636	31,42,54,775
32,44,20,087			
10,00,000	(c) Underwriting contracts [under Section 23(1)(d) per contra].	2,00,000	31,44,54,775
32,54,20,087			
1,81,25,78,633	Carried Over		1,93,57,11,113

SHEET—contd.

Previous Year	Property and Assets	This Year		
Rs.		Rs.	Rs.	Rs.
1,81,50,42,033	Brought Forward			1,93,81,74,513

1,81,50,42,033

Carried over

1,93,81,74,513

BALANCE				
Previous Year	Capital and Liabilities		This Year	
Rs.		Rs.	Rs.	Rs.
1,81,25,78,633	Brought Forward			1,93,57,11,113
24,63,400	11. PROFIT AND LOSS ACCOUNT :			
24,63,400	Balance as per last Balance Sheet	24,63,400		
	LESS : Dividend for 1966-67.	24,63,400	—	
1,64,80,172	ADD : Profit for the year as per Profit and Loss Account.		1,58,17,387	
37,77,190	LESS : Transferred to Special Reserve Fund [under Section 36 (1) (viii) of the Income tax Act, 1961]	35,91,987		
25,00,000	Transferred to Reserve for Doubtful Debts.	25,00,000		
77,39,582	Transferred to General Reserve Fund.	72,62,000	1,33,53,987	24,63,400
1,40,16,772				
24,63,400				
181,50,42,033				1,93,81,74,513

Contingent Liability on account of partly paid-up shares held as investment under Section 23(1)(h)—Rs. 9,34,002/-

C. D. Khanna
General Manager

N. D. Nangia
Chairman

S. B. BILLIMORIA & CO.
S. VAIDYANATH AIYAR & CO.
Chartered Accountants

Shri S. S. Shiralkar
Shri N. A. Kalyani
Shrimati Raksha Saran } Directors

Shri S. D. Srinivasan
Shri N. N. Wanchoo
Shri P. K. Dasgupta } Directors

INDUSTRIAL FINANCE CORPORATION
Schedule showing particulars in respect of Loans and Sheet as at

	Rs.
(a) Debts considered good in respect of which the Corporation is fully secured.	121,64,60,867
Out of this—	
(i) Loans amounting to Rs. 76,04,67,963/- are also secured by the personal guarantees of Directors and/or Managing Agents and/or Secretaries and Treasurers of borrower concerns. (Of these, loans aggregating Rs. 1,35,50,000/- are further secured by the guarantees of the Central and/or State Governments and loans aggregating Rs. Nil are guaranteed by the Scheduled or Co-operative Banks).	
(ii) Loans amounting to Rs. 31,60,20,823/- are also secured by the guarantees of the Central and/or State Governments.	
(iii) Loans amounting to Rs. Nil are also secured by the guarantees of Scheduled and/or State Co-operative Banks.	
(b) Debts previously fully secured but now secured to the extent of Rs. 4,24,16,307/- only. (Out of Rs. 5,17,71,862/- loans amounting to Rs. 1,77,71,187 are also secured by the guarantees of the Central and State Governments).	5,17,71,862
(c) Debts secured only by the guarantees of the Central and/or State Governments.	2,30,80,219
(d) Debts secured only by the guarantees of the Scheduled and/or Co-operative Banks.	10,42,31,642
(e) Debts secured only by personal guarantees or choses in action.	12,64,466
Total of (a), (b), (c), (d) & (e)	139,68,09,056

SHEET—concl'd.

Previous Year	Property and Assets.			This Year
Rs.		Rs	Rs.	Rs.
1,81,50,42,033	Brought Forward			1,93,81,74,513
<hr/>				
1,81,50,42,033				1,93,81,74,513

NOTES : *The amount of Sundry Debtors includes :—

- (a) Rs. 24,53,048/- being balance (fully secured) of purchase consideration recoverable from Indo-Asahi Glass Co. Ltd., for assets of Sodepur Glass Works Ltd., (in liquidation) sold to them.
- (b) Rs. 2,75,831/- being balance of purchase consideration and interest thereon recoverable from Zip Industries (Private) Ltd., for assets of Link Industries Ltd., (in liquidation) sold to them. The value of security amounts to Rs. 2,46,152/-.
- (c) Rs. 1,97,525/- being amount of application and allotment monies invested in a Company in respect of which the Corporation has filed a suit claiming the refund of the amount paid, holding the allotment of shares void.
- (d) Rs. 8,18,846/- on account of additional liability of certain sub-borrowers in respect of instalments of principal repaid by them prior to devaluation of the Rupee which is in dispute.

OF INDIA, NEW DELHI**Advances referred to in the Balance****30th June, 1968.**

(f) Debts due by concerns in which the Directors of the Corporation are interested as Directors and shareholders, Directors or members of the Managing Agency concerns.	29,67,97,319
Of these—	
(i) Debts aggregating Rs. Nil are due by Co-operative Societies in which the Directors of the Corporation are interested as nominees of State Government or Co-operative Banks or Registrar of Co-operative Societies.	
(ii) Debts aggregating Rs. 24,05,33,688/- are due by concerns in which the Directors of the Corporation are interested as Shareholders only.	
(iii) Debts aggregating Rs. 82,46,482/- are due by concerns in which the Directors of the Corporation are interested as Directors or Members of the Managing Agency concerns.	
(iv) Debts aggregating Rs. 4,80,17,149/- are due by concerns in which the Directors of the Corporation are interested as Directors.	
(g) Total amount of loans disbursed during the year to concerns in which the Directors of the Corporation are interested as Directors and shareholders, Directors or Members of the Managing Agency concerns.	5,26,04,820
(h) (i) Total amount of instalments whether of principal or interest of which default was made at any time during the year.	4,19,08,989
(ii) Total amount of instalments whether of principal or interest overdue at the end of the year.	7,67,16,872
(iii) Total amount of instalments whether of principal or interest overdue by concerns in which Directors of the Corporation are interested.	4,26,51,939

Notes : (1) Debts amounting to Rs. 41,00,000/- due by a concern in which one Director of the Corporation is interested as a Director as also as Director of the Managing Agency concern is not included in category f(iii) but included in f(iv) only.

(2) The schedule includes defaults committed by six concerns in payment of the instalments of deferred payments to the machinery suppliers met by the Corporation under Deferred Payment Guarantee and treated as loans

C. D. KHANNA
General Manager

N. D. NANGIA
Chairman

S. B. BILLIMORIA & Co.
S. VAIDYANATH AIYAR & Co.
Chartered Accountants.

INDUSTRIAL FINANCE
NEW

Profit and Loss Account for the

Previous Year		This Year	
Rs		Rs	Rs
5,69,54,819	To Interest on Bonds, Debentures, etc		6,70,63,009
	To Salaries, Allowances and <i>ex-gratia</i> payments		
43,107	(a) Chairman (including Rs. 8,983/- as leave salary and provident fund Contributions and Rs 484/- as leave salary contribution of Ex-Chairman)	49,791	
44,059	(b) General Manager	29,368	
27,79,917	(c) Others	22,61,958	
1,10,373	(d) Provident Fund Contributions	1,08,163	
23,77,456		24,49,280	
	LESS Amount recovered from assisted concerns for legal work done by the Corporation	2,42,200	
2,22,850			22,07,080
21,54,606			
7,700	To Directors' Fees		7,700
2,400	" Committee Members' Fees (other than Directors)		3,400
52,417	" Directors' Travelling and other allowances		64,164
29,073	" Committee Members' (other than Directors) Travelling and other allowances		50,759
5,27,672	" Rent, Taxes, Insurance and Lighting		5,50,249
89,812	" Postage, Telegrams, Stamps and Telephones		90,639
1,59,642	" Printing, Stationery and Advertisement		1,79,938
4,933	" Repairs		4,065
21,184	" Law Charges		10,542
15,000	" Audit Fees		15,000
35,424	" Depreciation		46,935
	To Other Expenses		
6,129	" Agency Charges	8,249	
5,097	" Books and Newspapers	7,148	
29,247	" Medical Fees and Expenses	34,489	
64,663	" Travelling Expenses	1,09,761	
8,497	" Halting Allowances	7,593	
1,13,633			
6,00,54,682		Carried Over	1,67,240
			7,02,93,480

**CORPORATION OF INDIA,
DELHI.***Year ended the 30th June, 1968.*

Previous Year		This Year	
Rs		Rs	Rs
8,58,32,681	By Interest		10,09,89,903
37,52,119	" Commission		34,35,004
—	" Rent		—
73,110	" Profit on sale of Investments (net)		4,41,431
2,122	" Profit on sale of Assets		—
30,66,091	" Dividend on Shares		6,26,337
31,69,950	" Commitment Charges		23,10,818
—	" Premium on premature repayments		—
—	" Bad Debts recovered		—
3,04,992	" Miscellaneous Income		3,10,343
9,62,01,065		Carried over	10,81,13,836

PROFIT AND LOSS

Previous Year		This Year	
Rs		Rs	Rs.
6,00,54,682			7,02,93,480
1 13,633	To Other Expenses (Contd)		
12,293	" Maintenance of Motor Cars	1,67,240	
4,000	" Listing fees	13,791	
2,522	" Bank Charges	4,000	
52 640	" Expenses not Enumerated	3,042	
88,315	" Interest on Employees' Provident Fund	60,336	
		1,07,386	3,55,795
2,73,403			
60 923	To Commitment charges on Foreign Currency Loans		99,001
34,441	" Brokerage on Bonds		47,081
12,25,800	" Discount on Bonds		16,49,734
—	" Bad Debts written off		—
—	" Income tax deducted on sale of securities		26,167
—	" Provision for doubtful debts		—
—	" Loss on sale of Investments		—
608	" Assets written off		—
2,036	" Loss on sale of Assets		—
	" Provision for Taxation		—
1,79,66,878	" For the year—Income-tax	1,97,75,191	
84,729	" For the previous year—Income-tax	50,000	
17,393	" For the previous year—Super Profits tax		1,98,25,191
1,80,69,000			
1,64 80,172	" Balance of Profit carried to Balance Sheet		1,58,17,387
9,62,01,065			10,81,13,836

C. D. Khanna
General Manager

N. D. Nangia
Chairman

S. B. BILLIMORIA & CO
S. VAIDYANATH AIYAR & CO
Chartered Accountants

Shri S. S. Shiralkar }
Shri N. A. Kalyani } Directors
Shrimati Raksha Saran }

Shri S. D. Srinivasan }
Shri N. N. Wanchoo } Directors
Shri P. K. Dasgupta }

INDUSTRIAL FINANCE CORPORATION OF INDIA

REPORT OF THE AUDITORS

TO THE SHAREHOLDERS

OF THE INDUSTRIAL FINANCE CORPORATION OF INDIA

We, the undersigned Auditors of the Industrial Finance Corporation of India, do hereby report to the shareholders upon the Balance Sheet and Accounts of the Corporation as at 30th June, 1968.

We have examined the above Balance Sheet with the Accounts and Vouchers relating thereto and the audited returns from the Branches, which returns are incorporated in the above Balance Sheet, and report that where we have called for explanations and information, such information and explanations have been given and have been satisfactory. In our opinion, the Balance Sheet is a full and fair Balance Sheet containing all necessary particulars and properly drawn up in accordance with the Act and the Rules of the Corporation so as to exhibit a true and correct view of the state of the affairs of the Corporation according to the best of our information and explanations given to us and as shown by the books of the Corporation.

MADRAS
Dated 29th August, 1968

S. B. BILLIMORIA & CO
S. VAIDYANATH AIYAR & CO.
Chartered Accountants

ACCOUNT—contd.

Previous Year		This Year	
Rs.		Rs.	Rs.
9,62,01,065	Brought Forward		10,81,13,836

9,62,01,065

10,81,13,836

NOTES : 1. The item of "Interest" does not include Rs. 44,80,574/- on certain accounts which is considered doubtful of recovery and held in Suspense Account.

2. Interest has not been charged on one account which is considered doubtful of recovery.

3. The item of "Commission" does not include Rs. 77,282/- on one account which is considered doubtful of recovery and Rs. 71,440/- on another account where the basis of computation of commission is under dispute.

4. The item of "Commitment Charges" includes Rs. 63,979/- being recovery of arrears originally held in Suspense Account and excludes Rs. 22,562/- on one account which is considered doubtful of recovery and held in Suspense Account.

5. Commitment charges on one account have not been taken into account as the sanctioned loan is not likely to materialise.

INDUSTRIAL FINANCE CORPORATION OF INDIA**APPENDICES***Appendix*

Statement showing state-wise distribution of the number and amount of applications pending as on 1-7-1967 as also those received, rejected, withdrawn and sanctioned and the amount disbursed during the year ended the 30th June, 1968 and applications pending as on the 30th June, 1968.	"A"
Statement of financial assistance sanctioned from 1-7-1967 to 30-6-1968	"B"
Analysis of net financial assistance sanctioned for various types of industries as per the International Standard Industrial Classification of all economic activities as on the 30th June, 1968	"C" (i)
State/territory-wise distribution of net financial assistance sanctioned as on the 30th June, 1968	"C" (ii)
Statement showing classification of net financial assistance sanctioned as on the 30th June, 1968 according to amounts sanctioned for each industrial concern	"D"
Statement showing Industry-wise distribution of net financial assistance sanctioned upto the 30th June, 1968 in each State	"E"
Statement showing the total installed capacity and industrial production in the country in selected industries during the year 1967 and the contribution thereto by concerns assisted by I.F.C.	"F"
Debts due by concerns in which the Directors of the Corporation are interested	"G"

APPENDIX "A"

STATEMENT SHOWING STATE-WISE DISTRIBUTION OF THE NUMBER AND AMOUNT OF
SANCTIONED AND THE AMOUNT DISBURSED DURING THE YEAR ENDED

(a) represents loans.

(b) represents underwritings.

(c) represents guarantees for deferred payments on machinery and for foreign loans.

State/Territory		Applications pending at the beginning of the year (1-7-1967)		Applications received during the year (1-7-1967 to 30-6-68)		Applications rejected during the year (1-7-1967 to 30-6-68)	
(1)		No. (2)	Amount (3)	No. (4)	Amount (5)	No. (6)	Amount (7)
Andhra Pradesh	(a)	5	570.57	6	275.15	—	—
	(b)	1	111.74	2	10.00	—	—
Assam	(a)	1	89.15	—	—	—	—
Bihar	(a)	4	2485.98	5	716.46	—	—
	(b)	3	547.00	—	—	—	—
	(c)	1	279.00	—	—	—	—
Gujarat	(a)	7	526.27	5	70.64	—	—
	(b)	1	10.00	2	31.57	—	—
	(c)	1	67.98	—	—	—	—
Haryana	(a)	6	387.50	3	57.25	2	68.00
	(b)	2	25.00	2	15.00	1	10.00
Kerala	(a)	—	—	1	13.10	—	—
	(b)	—	—	1	5.00	—	—
Madhya Pradesh	(a)	2	402.00	2	80.00	—	—
Madras	(a)	3	311.00	11	341.97	—	—
	(b)	2	156.00	5	244.63	—	—
	(c)	2	234.62	3	63.57	—	—
Maharashtra	(a)	15	2363.04	26	1216.59	1	22.51
	(b)	4	372.08	4	117.50	1	5.00
	(c)	3	121.93	—	—	1	53.43
Mysore	(a)	2	73.00	4	373.96	—	—
	(b)	—	—	2	670.00	—	—
	(c)	1	8.50	1	1.04	—	—
Orissa	(a)	1	23.60	3	690.00	—	—
Punjab	(a)	—	—	—	—	—	—
	(b)	1	25.00	—	—	—	—
Rajasthan	(a)	5	974.48	2	265.00	—	—
Uttar Pradesh	(a)	5	386.02	4	116.28	—	—
	(b)	1	100.00	1	50.00	—	—
	(c)	1	120.00	1	6.40	—	—
West-Bengal	(a)	7	311.48	7	183.58	—	—
	(b)	6	198.82	3	51.00	—	—
	(c)	3	314.76	—	—	—	—
Delhi	(a)	—	—	—	—	—	—
Goa, Daman and Diu	(a)	2	63.25	—	—	—	—
	(b)	3	606.75	1	164.75	—	—
TOTAL	(a)	65	8967.34	79	4399.98	3	90.51
	(b)	24	2152.39	23	1359.45	2	15.00
	(c)	12	1146.79	5	71.01	1	53.43
GRAND TOTAL		101	(*1)12266.52	107	(*2)5830.44	6	158.94

(*1) includes 31 applications from 14 concerns for various facilities for an aggregate amount of Rs. 8290.73 lakhs to be

(*2) includes 11 applications from 8 concerns for various facilities for an aggregate amount of Rs. 2375.46 lakhs to be

(*3) includes 15 applications from 4 concerns for various facilities for an aggregate amount of Rs. 4460.13 lakhs to be

(*4) includes 10 applications from 6 concerns for various facilities for an aggregate amount of Rs. 3182.58 lakhs to be

APPLICATIONS PENDING AS ON 1-7-1967 AS ALSO THOSE RECEIVED, REJECTED, WITH DRAWN AND THE 30TH JUNE, 1968 AND APPLICATIONS PENDING AS ON THE 30TH JUNE, 1968.

(Lakhs of rupees)

Applications withdrawn during the year (1-7-1967 to 30-6-1968)		Applications sanctioned during the year (1-7-1967 to 30-6-1968)		Amount disbursed during the year (1-7-1967 to 30-6-1968)	Applications pending as on 30-6-1968	
No. (8)	Amount (9)	No. (10)	Amount (11)	Amount (12)	No. (13)	Amount (14)
7	600.72	1	25.00	163.35	3	95.00
2	116.74	1	@5.00	—	—	—
—	—	—	—	58.46	1	89.15
4	2250.00	2	65.68	4.58	3	516.46
2	472.00	1	15.00	1.00	—	—
1	279.00	—	—	18.54	—	—
1	15.00	7	408.64	244.40	4	98.80
1	10.00	1	@1.57	5.52	1	20.00
1	67.98	—	—	—	—	—
4	330.00	1	32.72	15.25	2	27.25
1	15.00	1	7.50	2.48	1	5.00
1	13.10	—	—	11.48	—	—
1	5.00	—	—	—	—	—
—	—	1	120.00	127.53	3	362.00
1	8.00	6	127.21	228.64	7	394.76
1	10.00	3	57.00	40.78	3	101.13
—	—	3	67.94	—	2	219.56
9	1492.66	9	805.02	619.56	22	1044.44
2	357.08	1	20.00	13.51	4	47.50
2	47.14	—	—	—	—	—
—	—	3	290.00	137.00	3	158.96
—	—	1	5.00	4.00	1	600.00
1	8.50	—	—	—	1	1.04
1	23.60	—	—	57.33	3	690.00
—	—	—	1.14	84.03	—	—
1	25.00	—	—	—	—	—
3	46.48	4	305.00	12.80	—	—
1	60.00	—	10.00	174.42	8	435.02
1	100.00	1	15.00	4.22	—	—
1	120.00	—	—	200.00	1	6.40
3	55.00	8	215.71	329.89	4	302.99
3	126.00	3	30.00	34.78	3	83.82
1	155.05	1	42.53	42.34	—	—
—	—	—	—	50.00	—	—
2	63.25	—	—	—	—	—
3	50.00	—	—	—	1	721.50
37	4957.81	42	2406.42	2318.72	63	4214.83
18	1286.82	13	156.07	106.29	14	1578.95
7	677.67	4	110.47	260.88	4	227.00
62	(*3) 6922.30	59	2672.96	2685.89	81	(*4) 6020.78

financed jointly with other financial institutions.

financed jointly with other financial institutions.

financed jointly with other financial institutions.

financed jointly with other financial institutions.

@Firm subscription to a rights issue.

APPENDIX

STATEMENT OF FINANCIAL ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE

Sl. No.	Name of the concern and location of the factory	Name of the Managing Agents/Managing Directors/ Chairman/President of the Board of Directors/Secretaries and Treasurers	Capital cost of the project
(1)	(2)	(3)	(4)
ANDHRA PRADESH			
1.	M/s. Hindusthan Polymers Ltd., Visakhapatnam	Shri Pratap Bhogilal, Vice Chairman.	215.85 (over-run in rupee cost).
BIHAR			
2.	M/s. Rohtas Industries Ltd., Dalmianagar.	M/s. Sahu Jain Ltd., Managing Agents.	7.06
3.	Tata Yodagawa Ltd., Adityapur, Jamshedpur.	M/s. Tata Iron & Steel Co. Ltd., Promoters.	650.00
GUJARAT			
4.	M/s. Alembic Chemical Works Co. Ltd., Alembic Road, Baroda-3.	M/s. Rayuma services, Baroda-3. Managing Agents.	53.46
5.	M/s. Central Pulp Mills Ltd., Songad Railway Station.	Shri M. S. Parkhe, Managing Director.	229.61 (over-run)
6.	M/s. Gujarat Machinery Manufacturers Ltd., Karamsad, (Near Anand).	(1) Shri J. V. Patel. (2) Shri Sumat J. Patel, Promoter Directors.	42.95 (over-run)
7.	M/s. Madhi Vibhag S.K.U.M. Ltd., Madhi Distt., Surat.	Shri Govind Bhai Natha Bhai Patel, President.	190.00
8.	The Narmada Roo Utpadakoni Sahakari Spg. Mills Ltd., Broach, Village Bholla.	Chairman of Board of Directors, Shri Chandrashankar Manishankar Bhatt.	209.00
9.	M/s. Surat District Co-operative Spg. Mills Ltd., Kapadia.	President of Board of Directors, Shri Pramodhbhai Kanalyalal Desai.	207.91
10.	M/s. Una Taluka Sahakari Khand Udyog Mandli Ltd., Una Distt. Junagarh.	Shri C. L. Panl, Chief Promoter.	190.00
HARYANA			
11.	M/s. Telefunken India Ltd., Ballabgarh, Distt. Gurgaon.	Shri R. P. Gupta, Managing Director.	148.75
MADHYA PRADESH			
12.	M/s. Morena Mandal S.S.K. Ltd., Kailaras Distt., Morena.	The Collector of Morena (Ex-Officio Chairman).	219.00
MADRAS			
13.	M/s. Ashok Leyland Ltd., Ennore, Madras-57.	Mr. J. C. Watson, Managing Director.	611.60
14.	M/s. India Cements Ltd. (Foundry in Madras)	M/s. Essen Pvt. Ltd., Managing Agents.	2.46
15.	M/s. Plastic Resins and Chemicals Ltd., Sahupuram, Tirunelveli Distt.	Shri Premchand Jain, Chairman.	775.00
C/o			3752.65

*Firm subscription to a rights issue.

"B"

CORPORATION OF INDIA FROM THE 1ST JULY, 1967 TO THE 30TH JUNE, 1968

(Lakhs of rupees)

Amount of financial assistance sanctioned							Particulars of the project
Rupee loans	Foreign currency loans (Rupee equivalent)	Underwritings			Guarantees for Deferred Payments on machinery	Guarantees for foreign currency loans	
		Equity	Preference	Debentures			
(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
25.00	—	*5.00	—	—	—	—	To meet part of the over-run in the cost of the project to set up a plant to manufacture 10,000 tonnes of styrene monomer and 7,500 tonnes of polystyrene per annum.
—	5.98 (in D.M.)	—	—	—	—	—	Import of one high speed two drum-winder for paper reels.
60.00	—	15.00	—	—	—	—	For the manufacture of cast steel rolls, steel base rolls and cast iron rolls with a total capacity of 7,800 tonnes per annum.
—	8.19 (in U.S.\$.) 3.51 (in D.M.)	—	—	—	—	—	Import of machinery for the manufacture of erythromycin at its existing factory with an installed capacity of 3 tonnes per annum.
—	—	*1.57	—	—	—	—	To finance a part of the over-run in the cost of the project for the manufacture of 100 tonnes of paper-grade bamboo and hard-wood pulp per day.
10.00 (Addl.)	—	—	—	—	—	—	To meet a part of the over-run in the cost of the project for the manufacture of steel structurals and glass lined equipments.
@105.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
85.00	—	—	—	—	—	—	Setting up a cotton spinning mill with 25,000 spindles.
85.00	—	—	—	—	—	—	Setting up a cotton spinning mill with 25,288 spindles.
@105.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
30.00	—	7.50	—	—	—	—	For the manufacture of radios and radio electronic components.
@120.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
—	—	—	—	30.00	—	—	Expansion project for the manufacture of 1,000 leyland heavy duty Beaver/Hippo range commercial vehicles and 5,000 industrial engines per annum.
—	2.46	—	—	—	—	—	For import of equipment for the foundry division.
50.00	—	10.00	10.00	—	—	—	Setting up a plant for the manufacture of PVC with a capacity of 14,000 tonnes per annum.
675.00	20.14	39.07	10.00	30.00	—	—	

APPENDIX

(1)	(2)	(3)	(4)
Madras —contd.			B/I 3752.65
16.	M/s. Madras Rubber Factory Ltd., Thiruvottiyur.	M/s. Young India Agencies (Pvt.) Ltd., Managing Agents.	(i) 130.00
			(ii) 32.36
17.	M/s. Protein Products of India Ltd., Ootacamund.	Promoters : (i) Rallis (I) Ltd., Bombay. (ii) Aspinwall & Co. Ltd., Cochin. (M/s. Aspinwall & Co. Ltd., are proposed to be appointed as Secretaries).	292.95
18.	M/s. Rajendra Mills Ltd., Gandhinagar, Salem.	M/s. Thiagaraya Chetty and Company (Pvt.) Ltd.	70.00
19.	M/s. Shri Ramakrishna Steel Industries Ltd., Karamadai, Coimbatore.	Sri Ranga & Co., Managing Agents.	47.70 (Over-run)
MAHARASHTRA			
20.	M/s. Ahmedabad Mfg. & Calico Printing Co. Ltd., Anik-Chembur, (Near Bombay).	M/s. Karam Chand Prem Chand Pvt. Ltd., Managing Agents.	2,393.37
21.	M/s. Bajaj Tempo Ltd., Chinchwad, Poona.	Shri R. K. Bajaj Chairman & Shri N. K. Firodia, Managing Director.	37.30
22.	M/s. Globe Auto Electricals Ltd., Mulund, Greater Bombay.	M/s. Globe Industries Pvt. Ltd., Promoters.	18.00
23.	M/s. Kalambar Vibhag S.S.K., Ltd., District Nanded.	Shri Shamrao Sakharan Kadam, Chairman.	224.31
24.	M/s. Kolhapur Zilha Shetkari Vinkari Sahakari Soot Girani Ltd., Yadav Village, Near Ichal-Karanji.	Shri Ratnappa B. Kumbhar, Chairman.	162.00
25.	M/s. Mukand Iron & Steel Works Ltd., (i) Kurla (ii) Kalwe	M/s. Jeewan Ltd., Managing Agents upto 31-3-1968 ; Shri Viren J. Shah, Managing Director from 1-4-1968.	169.20
26.	M/s. Terna S. S. K. Ltd., Dhobi Taluka.	Shri T. A. Patil, M.P., Chairman.	219.62
27.	M/s. Warana S.S.K. Ltd., Warananagar.	Shri N. K. Naik, Managing Director, Shri V. A. Kore Chairman.	119.19
28.	M/s. Yeshwant S.S.K. Ltd., Village Theur, Near Poona.	Shri M. D. Magar, Chairman. Shri S. A. Shinde, Managing Director.	212.75
MYSORE			
29.	Shri Malaprabha Co-operative Sugar Factory Ltd., National Highway No. 4, District Belgaum.	Shri M. S. Hosmani Chairman.	218.98
30.	M/s. Mysore Cement Ltd., Aditya Patna Ammasandra Rly. Station Tumkur Distt.	Shri G. D. Birla, Chairman.	400.00
31.	M/s. Spencer & Co., Ltd., Race Course Road, Bangalore Cantt.	Shri Z. R. Irani Chairman & Managing Director.	65.99
32.	M/s. Vanivilasa Co-operative Sugar Factory Ltd., Myaklurahalli, Taluka Hiriyur, Distt. Chitradurga.	Shri K. Seetha Ramaiah, Chairman.	218.46
C/o			8,784.83

"B" (contd.)

(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
675.00	20.14	39.07	10.00	30.00	—	—	
—	—	—	—	—	31.05	—	Import of machinery for the Company's expansion project for the manufacture of 2 million numbers each of bicycle tyres and tubes.
—	24.50 (in U.S.\$)	—	—	—	—	—	Import of equipment for manufacturing automobile tyres and tubes of export sizes.
20.00	—	7.00	—	—	19.31	—	Setting up a factory for the manufacture of gelatine, dry ossein and dicalcium phosphate, with installed capacities of 320, 950 and 2,760 tonnes respectively per annum.
25.00 (Addl.)	—	—	—	—	17.58	—	Expansion scheme to instal 13,728 additional spindles.
5.25 (Addl.)	—	—	—	—	—	—	To finance a part of the over-run in the cost of the Company's project for the manufacture of steel castings.
—	307.87 (in U.S.\$)	—	—	—	—	—	For financing the Company's expansion project for increasing the manufacture of (PVC) from 4,000 tonnes to 20,000 tonnes per annum.
—	23.45 (in U.S.\$) (Addl.)	—	—	—	—	—	Import of balancing equipments for increasing the indigenous content of 3 wheeler and 4 wheeler tempo vehicles.
—	4.70 (in D.M.) (Addl.)	—	—	—	—	—	
6.00 (Addl.)	2.22 (Addl.) (in U.S.\$) 0.78 (Addl.) (in D.M.)	—	—	—	—	—	For manufacture of Bendix starter drives at its existing factory.
120.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
40.00	—	—	—	—	—	—	Setting up a cotton spinning mill with a complement of 25,080 spindles.
—	—	—	—	20.00	—	—	For the manufacture of cast steel bogies and expansion of structural and machine building activity.
120.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
60.00 (Addl.)	—	—	—	—	—	—	For increasing the crushing capacity from 1,000 tonnes to 1,500 tonnes of sugar cane per day.
120.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
120.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
—	—	—	5.00	—	—	—	For increasing the installed capacity from 2 lakh tonnes to 4 lakh tonnes of cement per annum.
50.00	—	—	—	—	—	—	Modernisation and expansion of its West End Hotel at Bangalore.
120.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
1,481.25	383.66	46.07	15.00	50.00	67.94	—	

APPENDIX

(1)	(2)	(3)	(4)
		B/f	8,784.83
RAJASTHAN			
33.	M/s. Hindusthan Sugar Mills Ltd., Udaipur.	M/s. Bachhraj & Co., Ltd., Bombay, Managing Agents.	431.00
34.	M/s. Jaipur Udyog Ltd., Beawar Distt. Ajmer.	Shri Shanti Prasad Jain, Chairman.	880.00
35.	J. K. Synthetics Ltd., Nimbahera, Dist. Chittorgarh.	Shri Gopal Krishan Singhania, Chairman.	470.00
36.	M/s. Keshoraipatan S.S. Karkhana Ltd., Keshorai- patan Distt. Bundi.	The Registrar, Co-operative Societies, Jaipur, Chairman.	218.00
UTTAR PRADESH			
37.	M/s. Modi Industries Ltd., Modinagar.	R. B. Multanimal & Sons Pvt. Ltd., Managing Agents.	130.58
WEST BENGAL			
38.	M/s. Aluminium Corporation of India Ltd., Jaykay- nagar Distt. Burdwan.	M/s. J. K. Industries Private Ltd., Managing Agents.	120.00
39.	M/s. Damodar Enterprises Ltd., Hemant Nagar, Raniganj.	Shri G. L. Goenka, fulltime Director.	46.50
40.	M/s. Dey-Se-Chem Ltd., 8, Rifle-Range Road, Calcutta-19.	Dey's Medical Store (Mfg.) Pvt. Ltd., Promoters.	133.14
41.	M/s. Hindustan Motors Ltd., P.O. Uttarpara Distt. Hooghly.	Birla Bros. Pvt. Ltd., Managing Agents.	3,324.33
42.	M/s. Indo-French Forges Ltd., Kalyani, (W.B.).	Shri C. R. Das Gupta, Promoter Director.	306.55
43.	M/s. Machinery Mfrs. Corpn. Ltd., Circular Garden Reach Road, Kidderpore, Calcutta-43.	Mahindra & Mahindra Ltd., Managing Agents.	130.59
44.	M/s. National Rubber Manufacturers Ltd., (i) Kalyani, Nadia (ii) 54/10, Debendra Dey Road, Calcutta.	Shri K. N. Mookerjee, Managing Director.	163.00
			4.93
Amounts sanctioned by way of reallocation and/or conversion of loans in rupee/foreign currencies sanctioned during the previous years in respect of four concerns.			
Total			15,143.45

*Includes Rs. 6.57 lakhs firm subscription to rights
@These loans sanctioned to sugar co-operatives are to be reduced

"B" (contd.)

(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
1,481.25	383.66	46.07	15.00	50.00	67.94	—	
50.00	—	—	—	—	—	—	For the Company's project for the manufacture of 2 lakh tonnes of cement per annum.
75.00	—	—	—	—	—	—	Setting up a cement factory with an annual capacity of 4 lakh tonnes of cement.
60.00	—	—	—	—	—	—	Setting up a new factory for the manufacture of cement with an installed capacity of 2.5 lakh tonnes per annum.
@120.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
—	—	—	15.00	—	—	—	To finance a part of the Company's project for balancing and diversification for the manufacture of 24,000 tonnes of wire rods and to convert 12,470 tonnes of rods into 12,000 tonnes of wires per annum.
20.00	28.62 (in D.M.)	—	—	—	—	—	For increasing the installed capacity for aluminium metal from 7,500 tonnes to 9,000 tonnes per annum.
20.00	—	2.50	2.50	—	—	—	For the manufacture of rice milling plants, with an annual capacity of 400 nos. per annum.
30.00	—	5.00	—	—	—	—	For the manufacture of Cloresphenicol and its Palmitate with an annual capacity of 23 tonnes.
—	—	—	20.00	—	—	—	To meet a part of the Company's expansion and development programme for the manufacture of new Bedford engines and to increase the production of Bedford Trucks from 10,500 nos. to 15,000 nos. per annum and of shovels from 24 to 36 nos. per annum.
20.00	—	—	—	—	—	—	Setting up a factory for the manufacture of 9,000 tonnes of steel forgings and small tools per annum.
45.00 (Addl.)	—	—	—	—	—	—	For the manufacture of Speed Frames (48 units), and Crosrol Varga High Production Units for carding engines 1000 units as also for increasing the production of diesel engines from 2,400 to 3,600 units per annum.
48.51 (Addl.)	—	—	—	—	42.53	—	For setting up a new factory at Kalyani for the manufacture of reclaimed rubber with a capacity of 1200 tonnes per annum and for increasing the production of cycle tyres by 10 lac nos. and of V-belts and fan belts by 6 lac nos. per annum.
—	3.68 (in D.M.) (Addl.)	—	—	—	—	—	For the import of equipment for the manufacture of hydraulic brake hose and air brake hose.
12.72	8.08	—	—	—	—	—	
1,982.38	424.04	*53.57	52.50	50.00	110.47	—	

issues of two concerns.

to the extent to which the Life Insurance Corporation of India participates in these projects.

APPENDIX "C" (i)

ANALYSIS OF THE NET FINANCIAL ASSISTANCE SANCTIONED FOR VARIOUS TYPES OF INDUSTRIES AS PER THE INTERNATIONAL STANDARD INDUSTRIAL CLASSIFICATION OF ALL ECONOMIC ACTIVITIES AS ON THE 30TH JUNE 1968

(After Adjustment of Cancellations/Withdrawals)

(Lakhs of rupees)

Type of Industry	No. of units	AMOUNT			Total	% of the whole
		Loans	Under- writings	Guarantees for deferred payments on machinery & for foreign loans		
Food Manufacturing Industries except Beverage Industries—Sugar	82	6001.09	49.0	—	6050.09	19.8
Manufacture of Textiles—Spinning, Weaving and Finishing of Textiles	70	2660.50	172.50	272.69	3105.69	10.2
Manufacture of Artificial Fibres	7	420.93	25.00	—	445.93	1.5
Manufacture of Wood & Cork except manufacture of Furniture	5	177.10	7.00	—	184.10	0.6
Manufacture of Paper & Paper Products	22	1323.18	*159.07	548.16	2030.41	6.7
Manufacture of Rubber Products	7	536.34	22.00	246.41	804.75	2.6
Manufacture of Fertilisers	5	756.00	@ 154.43	1278.86	2189.29	7.2
Manufacture of Basic Industrial Chemicals	16	1394.23	43.75	185.87	1623.85	5.3
Manufacture of Vegetable and Animal Oil and Fats	3	45.00	—	—	45.00	0.1
Manufacture of Miscellaneous Chemical Products	21	1286.05	†179.50	265.03	1730.58	5.7
Manufacture of Glass & Glass Products	9	269.99	10.00	—	279.99	0.9
Manufacture of Pottery, China & Earthenware	11	373.49	18.00	—	391.49	1.2
Manufacture of Cement	27	1660.50	205.89	18.66	1885.05	6.1
Basic Metal Industries						
Iron and Steel	6	526.09	85.00	—	611.09	2.0
Non-ferrous Metals	6	646.57	170.00	1945.65	2762.22	9.1
Manufacture of Metal Products except Machinery and Transport Equipment	49	1495.83	415.50	150.71	2062.04	6.8
Manufacture of Machinery except Electrical Machinery	18	948.92	55.20	104.82	1108.94	3.6
Manufacture of Rail-road Equipment	3	72.25	1.50	—	73.75	0.2
Manufacture of Motor Vehicles and Ancillaries	15	716.73	165.00	26.95	908.68	3.0
Manufacture of Electrical Machinery, Apparatus, Appliances and Supplies	30	799.42	131.25	—	930.67	3.5
Manufacture of Bicycles	3	128.30	—	—	128.30	0.4
Miscellaneous Manufacturing Industries	10	122.50	2.00	—	124.50	0.4
Electric Light and Power	5	43.00	50.00	—	93.00	0.3
Electricity, Gas and Steam	3	135.31	4.00	—	139.31	0.4
Mining and Quarrying—						
(i) Coal	3	90.00	—	—	90.00	0.2
(ii) Stone Quarrying—Minerals	1	—	10.00	—	10.00	—
(iii) Petroleum & Natural Gas	1	—	350.00	—	350.00	1.1
Hotel Industry	5	249.62	4.00	93.00	346.62	1.1
TOTAL	443	22878.94	2489.59	5136.81	30505.34	100.0

*Includes Rs. 1.57 lakhs firm subscription to rights issue.
@ Includes Rs. 9.43 lakhs firm subscription to rights issue.†Includes Rs. 5.00 lakhs firm subscription to rights issue.
Includes direct subscription of Rs. 182.00 lakhs.

APPENDIX "C" (ii)

STATE/TERRITORY-WISE DISTRIBUTION OF NET FINANCIAL ASSISTANCE SANCTIONED AS ON THE 30TH JUNE, 1968

(After adjustment of Cancellations/Withdrawals)

(Lakhs of rupees)

State/Territory	No. of units	Loans	AMOUNT			" of the whole
			Under- writings	Guarantees for deferred payments on machinery & for foreign loans	Total	
Andhra Pradesh	28	1141.81	@164.82	925.82	2232.45	7.3
Assam	6	318.29	*350.00	—	668.29	2.2
Bihar	24	1338.16	108.00	350.32	1796.48	5.9
Gujarat	36	1957.91	†150.32	81.95	2190.18	7.2
Haryana	17	723.41	48.50	19.89	791.80	2.6
Kerala	14	927.40	19.50	172.47	1119.37	3.7
Madhya Pradesh	13	591.74	202.00	39.82	833.56	2.7
Madras	51	2760.93	405.50	1241.89	4408.32	14.5
Maharashtra	92	5057.57	484.20	375.93	5917.70	19.4
Mysore	32	1458.29	73.00	221.52	1752.81	5.8
Orissa	13	657.81	85.00	—	742.81	2.4
Punjab	11	629.12	—	9.96	639.08	2.0
Rajasthan	13	856.27	15.50	757.35	1629.12	5.3
Uttar Pradesh	32	1699.16	159.50	324.21	2182.87	7.2
West Bengal	55	2540.45	215.50	510.23	3266.18	10.7
Delhi	4	157.62	8.25	97.30	263.17	0.9
Andaman & Nicobar Islands	1	11.00	—	—	11.00	—
Pondicherry	1	52.00	—	8.15	60.15	0.2
TOTAL	443	22878.94	2489.59	5136.81	30505.34	100.0

@Includes Rs. 14.13 lakhs firm subscription to 2 rights issues.

†Includes Rs. 1.57 lakhs firm subscription to a right issue.

*Includes direct subscription of Rs. 182.00 lakhs.

APPENDIX "D"

STATEMENT SHOWING CLASSIFICATION OF NET FINANCIAL ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA AS ON THE 30TH JUNE, 1968.

(According to amounts sanctioned for each industrial concern)

(Lakhs of rupees)

	Co-operatives		Public Limited Companies					Total				
	No. of concerns	Loans	No. of concerns	Loans	Under-writings	Guarantees for deferred payments on machinery & for foreign loans	Total	No. of concerns	Loans	Under-writings	Guarantees for deferred payments on machinery & for foreign loans	Total
(i) Amounts not exceeding Rs. 10 lakhs	—	71	212.80	240.39	—	—	453.19	71	212.80	240.39	—	453.19
(ii) Amounts exceeding Rs. 10 lakhs but not exceeding Rs. 20 lakhs.	—	47	570.64	182.50	—	—	743.14	47	570.64	182.50	—	752.14
(iii) Amounts exceeding Rs. 20 lakhs but not exceeding Rs. 30 lakhs	2	47.20	40	813.44	213.70	—	1027.14	42	860.64	213.70	—	1074.34
(iv) Amounts exceeding Rs. 30 lakhs but not exceeding Rs. 40 lakhs.	5	186.00	36	1090.57	204.50	11.17	1306.24	41	1276.57	204.50	11.17	1492.24
(v) Amounts exceeding Rs. 40 lakhs but not exceeding Rs. 50 lakhs.	4	184.50	25	932.01	*169.57	70.99	1172.57	29	1116.51	169.57	70.99	1357.07
(vi) Amounts exceeding Rs. 50 lakhs but not exceeding Rs. 60 lakhs	9	507.25	13	680.36	25.00	—	705.36	22	1187.61	25.00	—	1212.61
(vii) Amounts exceeding Rs. 60 lakhs but not exceeding Rs. 70 lakhs.	6	395.49	18	1064.43	41.00	44.98	1150.41	24	1459.92	41.00	44.98	1545.90
(viii) Amounts exceeding Rs. 70 lakhs but not exceeding Rs. 80 lakhs.	4	297.50	11	657.91	109.50	54.95	822.36	15	955.41	109.50	54.95	1119.86
(ix) Amounts exceeding Rs. 80 lakhs but not exceeding Rs. 90 lakhs	26	2313.88	7	565.40	37.50	—	602.90	33	2879.28	37.50	—	2916.78
(x) Amounts exceeding Rs. 90 lakhs but not exceeding Rs. 1 crore.	1	98.00	9	753.10	36.00	66.91	856.01	10	851.10	36.00	66.91	954.01
(xi) Amounts exceeding Rs. 1 crore.	13	1654.53	65	9853.93	@1229.93	4887.81	15971.67	78	11508.46	1229.93	4887.81	17626.20
TOTAL :	70	5684.35	342	17194.59	2489.59	5136.81	24820.99	412	22878.94	2489.59	5136.81	30505.34

*Includes Rs. 1.57 lakhs firm subscription to a rights issue.

@ Includes Rs. 14.43 lakhs firm subscription to 2 rights issues and Rs. 182.00 lakhs direct subscription to a debenture issue.

APPENDIX "E"

STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL
UPTO 30TH JUNE, 1968 IN EACH STATE

(a) represents loans.

(b) represents underwritings.

(c) represents guarantees for deferred payments on machinery and for foreign loans.

(Lakhs of rupees)

Type of Industry		Andhra Pradesh	Assam	Bihar	Gujarat	Haryana	Kerala	Madhya Pradesh	Madras	Maha-rashtra
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Food manufacturing industries except beverage industries—sugar	(a)	585.00	60.00	163.50	317.50	106.00	180.00	120.00	610.44	2206.90
	(b)	—	—	5.00	—	—	—	—	44.00	—
	(c)	—	—	—	—	—	—	—	—	—
		585.00	60.00	168.50	317.50	106.00	180.00	120.00	654.44	2206.90
Manufacture of textiles—spinning, weaving & finishing of textiles.	(a)	126.07	26.17	84.70	489.49	140.18	27.50	212.14	208.00	221.60
	(b)	27.50	—	8.00	13.00	7.50	2.50	12.00	25.00	—
	(c)	6.87	—	—	—	10.60	11.68	39.82	17.58	—
		160.44	26.17	92.70	502.49	158.28	41.68	263.96	250.58	221.60
Manufacture of artificial fibres.	(a)	—	—	—	293.00	—	24.93	—	—	50.00
	(b)	—	—	—	—	—	—	25.00	—	—
	(c)	—	—	—	—	—	—	—	—	—
		—	—	—	293.00	—	24.93	25.00	—	50.00
Manufacture of wood & cork except manufacture of furniture.	(a)	—	100.74	—	—	—	55.36	—	—	—
	(b)	—	—	—	7.00	—	—	—	—	—
	(c)	—	—	—	—	—	—	—	—	—
		—	100.74	—	7.00	—	55.36	—	—	—
Manufacture of paper & paper products.	(a)	111.16	—	224.74	23.00	—	40.00	—	—	110.50
	(b)	15.00	—	—	*46.57	—	—	—	—	22.50
	(c)	—	—	311.21	54.95	—	—	—	—	—
		126.16	—	535.95	124.52	—	40.00	—	—	133.00
Manufacture of rubber products.	(a)	—	—	—	—	—	36.61	—	174.50	24.00
	(b)	—	—	—	—	—	2.00	—	—	—
	(c)	—	—	—	—	—	—	—	31.05	—
		—	—	—	—	—	38.61	—	205.55	24.00
Manufacture of fertilisers.	(a)	—	—	—	200.00	—	306.00	—	—	—
	(b)	**84.43	—	—	20.00	—	—	—	—	—
	(c)	878.86	—	—	—	—	—	—	—	—
		963.29	—	—	220.00	—	306.00	—	—	—
C/o		1834.89	186.91	797.15	1464.51	264.28	686.58	408.96	1110.57	2635.50

*includes Rs. 1.57 lakhs firm subscription to a rights issue.

**Includes Rs. 9.43 lakhs firm subscription to a rights issue.

APPENDIX "E"

ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA.
(After Adjustment of Cancellations/Withdrawals)

(Lakhs of rupees)										No. of units
Mysore	Orissa	Punjab	Rajasthan	Uttar Pradesh	West Bengal	Delhi	Andaman & Nicobar Islands	Pondicherry	Total	
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
681.75	85.00	315.00	120.00	450.00	—	—	—	—	6601.09	
—	—	—	—	—	—	—	—	—	49.00	
—	—	—	—	—	—	—	—	—	—	
681.75	85.00	315.00	120.00	450.00	—	—	—	—	6050.09	82
129.34	94.00	141.86	144.00	312.00	216.45	35.00	—	52.00	2660.50	
30.00	5.00	—	7.50	15.00	19.50	—	—	—	172.50	
39.52	—	9.96	—	124.21	—	4.30	—	8.15	272.69	
198.86	99.00	151.82	151.50	451.21	235.95	39.30	—	60.15	3105.69	70
—	—	—	53.00	—	—	—	—	—	420.93	
—	—	—	—	—	—	—	—	—	25.00	
—	—	—	—	—	—	—	—	—	—	
—	—	—	53.00	—	—	—	—	—	445.93	7
—	—	—	—	—	10.00	—	11.00	—	177.10	
—	—	—	—	—	—	—	—	—	7.00	
—	—	—	—	—	—	—	—	—	—	
—	—	—	—	—	10.00	—	11.00	—	184.10	5
411.79	52.75	—	—	188.34	160.90	—	—	—	1323.18	
—	50.00	—	—	5.00	20.00	—	—	—	159.07	
182.00	—	—	—	—	—	—	—	—	548.16	
593.79	102.75	—	—	193.34	180.90	—	—	—	2030.41	22
—	—	—	—	—	301.23	—	—	—	536.34	
—	—	—	—	—	20.00	—	—	—	22.00	
—	—	—	—	—	215.36	—	—	—	246.41	
—	—	—	—	—	536.59	—	—	—	804.75	7
—	—	—	50.00	200.00	—	—	—	—	756.00	
—	—	—	—	50.00	—	—	—	—	154.43	
—	—	—	200.00	200.00	—	—	—	—	1278.86	
—	—	—	250.00	450.00	—	—	—	—	2189.29	5
1474.40	286.75	466.82	574.50	1544.55	963.44	39.30	11.00	60.15	14810.26	198

APPENDIX "E" (Contd.)

STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL
UPTO 30TH JUNE, 1968 IN EACH STATE

(a) represents loans.

(b) represents underwritings.

(c) represents guarantees for deferred payments on machinery and for foreign loans.

(Lakhs of rupees)

Type of Industry		Andhra Pradesh	Assam	Bihar	Gujarat	Haryana	Kerala	Madhya Pradesh	Madras	Maha-rashtra
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
	B/F	1834.89	186.91	797.15	1464.51	264.28	686.58	408.96	1110.57	2635.50
Manufacture of basic Industrial chemicals.	(a)	140.00	36.38	—	212.78	—	—	—	551.87	114.32
	(b)	—	—	—	6.25	—	—	—	5.00	7.50
	(c)	40.09	—	—	—	—	—	—	109.92	—
		180.09	36.38	—	219.03	—	—	—	666.79	121.82
Manufacture of vegetable & animal oil & fats.	(a)	—	—	—	—	—	—	—	—	—
	(b)	—	—	—	—	—	—	—	—	—
	(c)	—	—	—	—	—	—	—	—	—
		—	—	—	—	—	—	—	—	—
Manufacture of miscellaneous chemical products.	(a)	110.55	—	—	11.70	—	61.00	1.28	70.00	758.99
	(b)	£25.00	—	—	—	—	—	5.00	27.00	90.00
	(c)	—	—	—	—	—	—	—	19.31	245.72
		135.55	—	—	11.70	—	61.00	6.28	116.31	1094.71
Manufacture of glass & glass products.	(a)	3.94	—	84.93	—	—	5.00	—	—	33.82
	(b)	—	—	—	—	—	—	—	—	10.00
	(c)	—	—	—	—	—	—	—	—	—
		3.94	—	84.93	—	—	5.00	—	—	43.82
Manufacture of pottery, china & earthenware.	(a)	—	—	162.75	—	52.48	—	—	—	6.00
	(b)	—	—	5.00	—	10.00	—	—	3.00	—
	(c)	—	—	—	—	—	—	—	—	—
		—	—	167.75	—	62.48	—	—	3.00	6.00
Manufacture of cement.	(a)	37.00	95.00	314.54	116.90	—	—	218.49	518.57	—
	(b)	2.89	—	5.00	30.00	—	—	110.00	50.00	—
	(c)	—	—	18.66	—	—	—	—	—	—
		39.89	95.00	338.20	146.90	—	—	328.49	568.57	—
Basic metal industries—Iron & Steel.	(a)	—	—	100.00	—	—	—	—	125.00	248.09
	(b)	—	—	30.00	—	—	—	—	25.00	15.00
	(c)	—	—	—	—	—	—	—	—	—
		—	—	130.00	—	—	—	—	150.00	263.09
	C/o	2194.36	318.29	1518.03	1842.14	326.76	752.58	743.73	2615.24	4164.94

£Includes Rs. 5.00 lakhs firm subscription to a rights issue.

APPENDIX "F" (Contd.)

ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA,

(After Adjustment of Cancellations/Withdrawals)

(Lakhs of rupees)

Mysore	Orissa	Punjab	Rajasthan	Uttar Pradesh	West Bengal	Delhi	Andaman & Nicobar Islands	Pondicherry	Total	No. of units
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
1474.40	286.75	466.82	574.50	1544.55	963.44	39.30	11.60	60.15	14810.26	198
—	14.65	—	—	194.38	129.85	—	—	—	1394.23	
5.00	15.00	—	—	5.00	—	—	—	—	43.75	
—	—	—	—	—	35.86	—	—	—	185.87	
5.00	29.65	—	—	199.38	165.71	—	—	—	1623.85	16
42.50	—	—	—	2.50	—	—	—	—	45.00	
—	—	—	—	—	—	—	—	—	—	
—	—	—	—	—	—	—	—	—	—	
42.50	—	—	—	2.50	—	—	—	—	45.00	3
10.08	—	—	—	39.75	222.70	—	—	—	1286.05	
15.00	—	—	—	12.50	5.00	—	—	—	179.50	
—	—	—	—	—	—	—	—	—	265.03	
25.08	—	—	—	52.25	227.70	—	—	—	1730.58	21
1.50	—	—	—	20.65	120.15	—	—	—	269.99	
—	—	—	—	—	—	—	—	—	10.00	
—	—	—	—	—	—	—	—	—	—	
1.50	—	—	—	20.65	120.15	—	—	—	279.99	9
2.85	56.41	—	—	—	93.00	—	—	—	373.49	
—	—	—	—	—	—	—	—	—	18.00	
—	—	—	—	—	—	—	—	—	—	
2.85	56.41	—	—	—	93.00	—	—	—	391.49	11
—	175.00	—	185.00	—	—	—	—	—	1660.50	
8.00	—	—	—	—	—	—	—	—	205.89	
—	—	—	—	—	—	—	—	—	18.66	
8.00	175.00	—	185.00	—	—	—	—	—	1885.05	27
—	53.00	—	—	—	—	—	—	—	526.09	
—	15.00	—	—	—	—	—	—	—	85.00	
—	—	—	—	—	—	—	—	—	—	
—	68.00	—	—	—	—	—	—	—	611.09	6
1559.33	615.81	466.82	759.50	1819.33	1570.00	39.30	11.00	60.15	21377.21	291

APPENDIX "E" (Contd.)

STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL
UPTO 30TH JUNE, 1968 IN EACH STATE

(a) represents loans.

(b) represents underwritings.

(c) represents guarantees for deferred payments on machinery and for foreign loans.

(Lakhs of rupees)

Type of Industry		Andhra Pradesh	Assam	Bihar	Gujarat	Haryana	Kerala	Madhya Pradesh	Madras	Maharashtra
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
B/F		2194.36	318.29	1518.03	1842.14	236.76	752.58	743.73	2615.24	4164.94
Non-Ferrous metals industry.	(a)	—	—	—	—	—	134.00	—	100.00	62.95
	(b)	—	—	—	—	—	10.00	—	120.00	—
	(c)	—	—	—	—	—	160.79	—	968.50	—
		—	—	—	—	—	304.97	—	1188.50	62.95
Manufacture of metal products except machinery & transport equipment.	(a)	—	—	126.00	65.00	182.94	—	39.83	166.05	349.25
	(b)	10.00	—	20.00	2.00	23.50	—	50.00	22.00	151.50
	(c)	—	—	20.45	27.00	—	—	—	—	103.26
		10.00	—	166.45	94.00	206.44	—	89.83	188.05	604.01
Manufacture of machinery except electrical machinery	(a)	—	—	—	88.92	56.28	—	—	104.00	273.31
	(b)	—	—	—	7.00	—	—	—	22.50	5.70
	(c)	—	—	—	—	9.29	—	—	95.53	—
		—	—	—	95.92	65.57	—	—	222.03	279.01
Manufacture of electrical machinery, apparatus, appliances & supplies.	(a)	—	—	12.00	92.37	65.00	57.00	—	12.00	175.56
	(b)	—	—	—	15.00	7.50	5.00	—	28.00	42.00
		—	—	12.00	107.37	72.50	62.00	—	40.00	217.56
Manufacture of rail-road equipment	(a)	—	—	15.00	2.25	—	—	—	—	—
	(b)	—	—	—	1.50	—	—	—	—	—
		—	—	15.00	3.75	—	—	—	—	—
Manufacture of motor vehicles & ancillaries.	(a)	21.75	—	—	—	65.23	—	—	95.50	331.72
	(b)	—	—	25.00	—	—	—	—	30.00	90.00
	(c)	—	—	—	—	—	—	—	—	26.95
		21.75	—	25.00	—	65.23	—	—	125.50	448.67
Manufacture of bicycles.	(a)	—	—	—	—	45.30	—	—	—	—
		—	—	—	—	45.30	—	—	—	—
C/o		2226.11	318.29	1736.48	2143.18	781.80	1119.37	833.56	4379.32	5777.14

APPENDIX "E" (Contd.)

ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA,
(After Adjustment of Cancellations/Withdrawals)

(Lakh of rupees)

Mysore	Orissa	Punjab	Rajasthan	Uttar Pradesh	West Bengal	Delhi	Andaman & Nicobar Islands	Pondicherry	Total	No. of units
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
1559.33	615.81	466.82	759.50	1819.33	1570.60	39.30	11.00	60.15	21377.31	291
—	—	—	111.00	—	238.62	—	—	—	646.57	
—	—	—	—	40.00	—	—	—	—	170.00	
—	—	—	557.35	—	259.01	—	—	—	1945.65	
—	—	—	668.35	40.00	497.63	—	—	—	2762.22	6
—	127.00	—	—	83.23	356.53	—	—	—	1495.83	
—	—	—	—	28.00	108.50	—	—	—	415.50	
—	—	—	—	—	—	—	—	—	150.71	
—	127.00	—	—	111.23	465.03	—	—	—	2062.04	49
28.00	—	—	—	40.00	358.41	—	—	—	948.92	
—	—	—	—	—	20.00	—	—	—	55.20	
—	—	—	—	—	—	—	—	—	104.82	
28.00	—	—	—	40.00	378.41	—	—	—	1108.94	18
87.98	—	55.00	193.27	—	49.24	—	—	—	799.42	
15.00	—	—	8.00	—	2.50	8.25	—	—	131.25	
102.98	—	55.00	201.27	—	51.74	8.25	—	—	930.67	30
—	—	—	—	—	—	55.00	—	—	72.25	
—	—	—	—	—	—	—	—	—	1.50	
—	—	—	—	—	55.00	—	—	—	73.75	3
2.50	—	117.26	—	82.77	—	—	—	—	716.73	
—	—	—	—	—	20.00	—	—	—	165.00	
—	—	—	—	—	—	—	—	—	26.95	
2.50	—	117.26	—	82.77	20.00	—	—	—	908.68	15
—	—	—	—	—	83.00	—	—	—	123.30	
—	—	—	—	—	83.00	—	—	—	128.30	3
1692.81	742.81	639.08	1629.12	2093.33	3120.81	47.55	11.00	60.15	29351.91	415

APPENDIX "E" (Concd)

STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL
UPTO 30TH JUNE, 1968 IN EACH STATE

(a) represents loans.

(b) represents underwritings.

(c) represents guarantees for deferred payments on machinery and for foreign loans.

(Lakhs of rupees)

Type of Industry		Andhra Pradesh	Assam	Bihar	Gujarat	Haryana	Kerala	Madhya Pradesh	Madras	Maharashtra
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
	B/f	2226.11	318.29	1736.48	2143.18	781.80	1119.37	833.56	4379.32	5777.14
Miscellaneous manufacturing industries.	(a)	6.34	—	—	5.00	10.00	—	—	5.00	69.06
	(b)	—	—	—	2.00	—	—	—	—	—
		6.34	—	—	7.00	10.00	—	—	5.00	69.06
Electric light & power	(a)	—	—	—	40.00	—	—	—	—	—
	(b)	—	—	—	—	—	—	—	—	50.00
		—	—	—	40.00	—	—	—	—	50.00
Electricity, Gas & Steam.	(a)	—	—	—	—	—	—	—	—	—
	(b)	—	—	—	—	—	—	—	—	—
		—	—	—	—	—	—	—	—	—
Mining & quarrying—Coal.	(a)	—	—	50.00	—	—	—	—	—	—
		—	—	50.00	—	—	—	—	—	—
Stone quarrying—Minerals	(b)	—	—	10.00	—	—	—	—	—	—
		—	—	10.00	—	—	—	—	—	—
Petroleum & natural gas.	(b)	—	*350.00	—	—	—	—	—	—	—
		—	350.00	—	—	—	—	—	—	—
Hotel Industry	(a)	—	—	—	—	—	—	—	20.00	21.50
	(b)	—	—	—	—	—	—	—	4.00	—
	(c)	—	—	—	—	—	—	—	—	—
		—	—	—	—	—	—	—	24.00	21.50
	(a)	1141.81	318.29	1338.16	1957.91	723.41	927.40	591.74	2760.93	5057.57
	(b)	164.82	350.00	108.00	150.32	48.50	19.50	202.00	405.50	484.20
	(c)	925.82	—	350.32	81.95	19.89	172.47	39.82	1241.89	375.93
Total :		2232.45	668.29	1796.48	2190.18	791.80	1119.37	833.56	4408.32	5917.70
No. of units State-wise.		(28)	(6)	(24)	(36)	(17)	(14)	(13)	(51)	(92)

*Includes direct subscription of Rs. 182.00 lakhs.

APPENDIX "E" (Concl'd)

ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA

(After Adjustment of Cancellations/Withdrawals)

(Lakhs of rupees)

Mysore	Orissa	Punjab	Rajasthan	Uttar Pradesh	West Bengal	Delhi	Andaman & Nicobar Islands	Pondicherry	Total	No of units
Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	
1692.81	742.81	639.08	1629.12	2093.33	3120.81	47.55	11.00	60.15	22551.91	415
10.00	—	—	—	5.10	12.00	—	—	—	172.50	
—	—	—	—	—	—	—	—	—	2.00	
10.00	—	—	—	5.10	12.00	—	—	—	124.50	10
—	—	—	—	—	3.00	—	—	—	43.00	
—	—	—	—	—	—	—	—	—	50.00	
—	—	—	—	—	3.00	—	—	—	93.00	5
—	—	—	—	44.94	90.37	—	—	—	135.31	
—	—	—	—	4.00	—	—	—	—	1.00	
—	—	—	—	48.94	90.37	—	—	—	139.31	3
—	—	—	—	—	10.00	—	—	—	90.00	
—	—	—	—	—	40.00	—	—	—	90.00	3
—	—	—	—	—	—	—	—	—	10.00	
—	—	—	—	—	—	—	—	—	10.00	1
—	—	—	—	—	—	—	—	—	350.00	
—	—	—	—	—	—	—	—	—	350.00	1
50.00	—	—	—	35.50	—	122.62	—	—	219.62	
—	—	—	—	—	—	—	—	—	4.00	
—	—	—	—	—	—	93.00	—	—	93.00	
50.00	—	—	—	35.50	—	215.62	—	—	346.62	5
1458.29	657.81	629.12	856.27	1699.16	2540.45	157.62	11.00	52.00	22878.94	
73.00	85.00	—	15.50	159.50	215.50	8.25	—	—	2489.59	
221.52	—	9.90	757.35	324.21	510.23	97.30	—	8.15	5136.81	
1752.81	742.81	639.08	1629.12	2182.87	3266.18	263.17	11.00	60.15	30505.34	
(32)	(13)	(11)	(13)	(37)	(55)	(6)	(1)	(1)	(443)	

APPENDIX "F"

STATEMENT SHOWING THE TOTAL INSTALLED CAPACITY AND INDUSTRIAL PRODUCTION IN THE COUNTRY IN
SELECTED INDUSTRIES DURING THE YEAR 1967 AND THE CONTRIBUTION THERETO BY CONCERNS
ASSISTED BY I.F.C.

Industry	Output unit	Total for the Country			In respect of concerns assisted by I.F.C.		
		No. of concerns	Installed capacity	Actual production	No. of concerns	Installed capacity	Actual production
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1. Basic Industrial Chemicals							
--Sulphuric Acid	Metric tons-thousands	66	1,637	730	11	422	216
--Soda Ash	--do--	4	363	355	1	43	44
--Caustic Soda	--do--	27	378	257	7	123	144
--Bleaching Powder	--do--	4	30	18	2	11	5
--Chlorine Liquid	--do--	13	80	70	7	52	31
--Titanium Dioxide	--do--	1	6	3	1	6	3
--Camphor	--do--	1	1	1	1	1	1
--Red Lead	--do--	4	11	2	1	6	1
2. Fertilisers							
(a) Nitrogenous Fertilisers							
Ammonium Sulphate	--do--	9	655	410	2	279	94
" Chloride	--do--	2	66	25	1	16	4
" Phosphate	--do--	3	553	102	1	99	63
(b) Phosphatic Fertilisers							
--Super Phosphate	--do--	27	1,058	823	4	128	81
3. Cement	--do--	40	12,800	11,700	9	10,503	7,420
4. Paper & Paper Board	--do--	56	711	600	10	214	190
5. Rubber							
--Automobile Tyres	Nos.-thousands	8	3,273	2,800	3	810	501
--Automobile Tubes	--do--	8	3,273	2,800	3	810	540
--Cycle Tyres	--do--	12	20,567	22,500	1	4,000	4,717
--Cycle Tubes	--do--	14	20,567	22,500	1	4,000	4,896
--Industrial V Belts and Fan Belts	--do--	6	3,600	4,000	1	960	885
6. Steel Castings	Metric tons-thousands	39	130	50	5	30	17
7. Micrometers	Nos.-thousands	1	12	10	1	12	10
8. Refractories	Metric tons-thousands	69	1,336	750	5	226	101
--Sanitarywares	--do--	22	16.9	12.9	2	7	4
9. Machinery							
--Diesel Engines	Nos.-thousands	29	72	116	2	22	54
--Sewing Machines	--do--	9	470	385	1	300	231
--Tea Processing Machinery	Value in lakhs of rupees	10	214	132	1	48	31
--Sugar Mill Machinery	--do--	18	1,460	970	2	545	328
10. Electrical Machinery & Appliances							
--Electric Motors	H.P.-thousands	25	1,420	2,200	2	406	578
--Electric Fans	Nos.-thousands	22	1,580	1,400	1	600	498
--Electric Transformers	KVA-thousands	22	5,070	5,300	2	600	470
--House Service Meters	Nos.-thousands	14	1,260	900	1	320	161
11. Railway Wagons	Nos.	16	29,934	13,100	1	1,000	723
12. Automobile Industry							
--Motor Cycles	--do--	3		23,700	2	21,800	14,570
--Scooters	--do--	3	69,54	31,000	2	33,000	14,321
--3 wheelers	--do--	3		3,780	2	5,000	2,610
13. Bicycles (Complete)	Nos.-thousands	18	1,640	1,766	2	785	711
14. Plywood	Square-Meters-lakhs	65	141	244	2	43	20
15. Sugar							
--Private Sector	M. tons-lakhs	143	25.75	15.16	10	1.80	1.18
--Co-operative Sector	--do--	57	8.05	6.80	43	6.83	5.99
16. Cotton Textiles							
--Yarn	Kgs.-lakhs }	169.60		9,020	@37	12.66	830
		*622 (lakhs spindles)				(lakhs spindles)	
--Cloth	Meters-lakhs }	2.07		43,020		0.07	1,636
		lakhs looms				lakhs looms	

Note :— 1. Information in columns 6, 7 and 8 is in respect of industrial units from whom loans are due and outstanding and excludes those which have fully repaid the loans.

2. Information in column 7 relates to the total installed capacity of the above industrial units.

3. Information in columns 3, 4 and 5 is based on the Reports of the Ministries of Industrial Development and Company Affairs, Commerce, Petroleum and Chemicals.

*includes 289 composite mills.

@includes 10 composite mills.

APPENDIX "G"

DEBTS DUE BY CONCERNS IN WHICH THE DIRECTORS OF THE CORPORATION ARE INTERESTED AS DIRECTORS AND SHAREHOLDERS, DIRECTORS OR MEMBERS OF THE MANAGING AGENCY CONCERNS AS ON THE 30TH JUNE, 1968

No. of Companies/ Societies	Date of sanction of loan	Amount of loan sanctioned	Amount Due		Total	Remarks
			In respect of loans sanctioned prior to the dates on which the concerned directors became directors of the Corporation or acquired interest in the loanee concerns	In respect of loans sanctioned when the concerned directors were directors of the Corporation		
		Rs.	Rs.	Rs.	Rs.	
(1)	(2)	(3)	(4)	(5)	(6)	(7)
A. Debts due by Co-operative Societies in which the Directors of the Corporation are interested as nominees of State Governments or Co-operative Banks or Registrar of Co-operative Societies.						
	Nil	Nil	Nil	Nil		
B. Debts due by concerns in which the Directors of the Corporation are interested as shareholders only.						
1.	30.11.1961	60,00,000	50,00,000			
2.	31.10.1963	1,27,753	1,15,764			
3.	26.10.1961	35,00,000	23,00,000			
	*30.5.1963	8,60,925	7,76,178			
	*30.5.1963	55,00,000	48,50,000			
	*30.5.1963	10,22,760	10,298			
	*28.12.1964	16,50,000	16,25,000			
	*28.12.1964	39,37,500	36,76,846			
4.	31.1.1963	40,00,000	33,76,846			
5.	31.1.1964	24,16,229	16,26,225			
	*27.1.1965	8,06,400	6,78,254			
	*28.1.1966	20,77,032	10,34,531			
6.	*28.9.1962	47,00,000	—	42,00,000		
	*31.10.1963	20,20,658	—	18,46,937		
	28.9.1962 }	13,18,041	—	6,10,339		
	*31.10.1963 }					
	*31.10.1963	5,60,000	—	5,05,000		
7.	*29.11.1960	12,00,000	10,00,000			
8.	27.1.1965	50,00,000	50,00,000			
9.	*25.3.1965	47,25,000	42,82,645			
10.	9.6.1960	2,43,00,000	99,00,000			
	*29.3.1962	50,00,000	24,00,000			
11.	28.12.1963	18,76,040	2,23,740			
			5,896			
	*28.12.1964	14,95,967	1,64,389			
	*28.12.1964	29,13,750	25,85,409			
12.	25.5.1961	2,79,000	1,78,250			
	25.5.1961	6,53,763	4,58,056			
	*29.8.1963	7,50,000	5,40,000			
13.	30.4.1964	41,89,000 }	43,78,000			
	*28.12.1964	4,39,000 }				
	30.4.1964 }	39,26,475	32,47,310			
	*28.12.1964 }					
	30.4.1964 }	34,76,925	38,30,499			
	*28.12.1964 }					
	*27.1.1967	75,00,000	—	75,00,000		
14.	28.9.1962	1,50,00,000	1,50,00,000			
	*28.7.1966	50,00,000	—	45,00,000		
15.	27.12.1962	18,40,500	14,02,500			
16.	29.3.1961	20,00,000	15,00,002			
17.	30.12.1965	2,00,00,000	—	1,80,00,000		
18.	28.12.1964	6,88,440	5,37,235			
19.	28.12.1961	12,00,000	—	7,80,000		
	*24.3.1966	8,00,000	—	3,00,000		
	C/o	15,56,51,158	8,16,97,935	3,82,42,276	11,99,40,211	

(1)	(2)	(3)	(4)	(5)	(6)	(7)
	B/f	15,56,51,158	8,16,97,935	3,82,42,276	11,99,40,211	
20.	21. 4.1960	25,00,000	12,50,000	—		
	*30. 3.1967	17,47,500	—	8,70,040		
21.	19.12.1959	1,00,00,000	1,38,50,626			
	19.12.1959	3,11,21,000	2,47,38,540			
22.	28. 7.1960	60,00,000	44,00,000			
	*25. 2.1964	40,00,000	36,00,000			
	*28. 6.1965	80,00,000	66,30,000			
23.	27. 6.1958	35,00,000	21,00,000			
	*26. 3.1964	22,59,000	20,50,000			
	*27. 8.1964	11,55,334	10,09,449			
	*28.10.1967	48,41,000	—	15,00,000		
24.	22. 5.1954	90,00,000	20,85,644			
	*15.10.1955	10,00,000				
25.	31. 1.1963	54,00,000	45,00,000			
	*29. 5.1965	17,00,000	14,50,000			
26.	31. 7.1954	13,00,000	1,02,975			
27.	30. 4.1964	1,00,00,000	98,00,000			
28.	26.11.1956	25,00,000	13,88,000			
29.	29. 6.1961	1,00,00,000	92,00,000			
	*30. 5.1963	50,00,000	46,00,000			
30.	26. 3.1958	1,82,00,000	1,59,79,112			
31.	28. 7.1961	24,93,020	4,33,018			
32.	30. 3.1967	12,83,575	—	12,83,574		
	30. 3.1967	7,72,500	—	7,72,499		
33.	30. 3.1967	2,00,00,000	—	70,00,000		
Total of 'B'		31,94,24,087	19,08,65,299	4,96,68,389	24,05,33,688	
C. Debts due by concerns in which the Directors of the Corporation are interested as Directors or Members of the Managing Agency concerns.						
	28. 6.1965	25,00,000	25,00,000			
	28. 6.1965	30,00,000	22,46,482			
	*29. 3.1968	45,00,000		35,00,000		
Total of 'C'		1,00,00,000	47,46,482	35,00,000	82,46,482	
D. Debts due by concerns in which the Directors of the Corporation are interested as Directors.						
1.	30. 9.1963	36,10,000	—	36,10,000		
	30. 9.1963	1,46,84,250	—	1,41,38,268		
2.	30. 9.1963	39,95,007	—	34,81,857		
	*30. 9.1963	24,30,000	—	19,01,250		
	*29.10.1964	14,96,250	—	13,10,453		
	*26. 5.1966	20,00,000	—	19,00,000		
3.	17. 9.1954	29,00,000	6,25,321	—		
	*29.12.1966	50,00,000	—	40,00,000		
4.	25. 7.1963	99,00,000	—	94,50,000		
	*30.11.1966	35,00,000	—	35,00,000		
5.	26. 6.1956	30,00,000	12,00,000			
	*9. 6.1960	40,00,000	29,00,000			
Total of 'D'		5,65,15,507	47,25,321	4,32,91,828	4,80,17,149	
Total of A, B, C & D.		38,59,39,594	20,03,37,102	9,64,60,217	29,67,97,319	

*Additional loan

INDUSTRIAL FINANCE CORPORATION OF INDIA
SENIOR OFFICERS OF THE CORPORATION

(As on September 1, 1968)

HEAD OFFICE

N. D. NANGIA		Chairman
C. D. KHANNA		General Manager
BALDEV PASRICHA		Secretary
T. M. SEN		Chief Law Officer
P. S. GURUNG		Chief Technical Officer
S. N. PAI	}	Managers
P. S. GOPALAKRISHNAN		
D. N. DAVAR		
R. N. SAHOO		
B. S. NEGI		Dy. Chief Law Officer
R. B. MATHUR		Manager (Delhi Division)

BOMBAY OFFICE

M. S. NAGRAHA	Manager
---------------	---------

CALCUTTA OFFICE

S. D. KHOSLA	Manager
--------------	---------

MADRAS OFFICE

L. SITARAMAN	Manager
--------------	---------

UNIT TRUST OF INDIA
BOARD OF TRUSTEES

As on 30th June 1968

Chairman: Shri R. S. BHATT

Trustees: Shri V. G. PENDHARKAR
 Shri N. M. WAGLE
 Shri B. MITTER
 Shri RAMESHWAR THAKUR

(Nominated by the Reserve Bank of India
 under Section 10(b) of the
 U.T.I. Act, 1963.)

Shri S. D. SRINIVASAN
 [Nominated by the Life Insurance
 Corporation of India under Section 10(c)]

Shri N. RAMANAND RAO
 [Nominated by the State Bank of
 India under Section 10(d).]

Shri H. T. PAREKH

Shri M. Ct. MUTHIAH

[Elected by contributing institutions
 under Section 10(e).]

*Executive
 Trustee:*

Shri S. D. DLSHMUKH

HEAD OFFICE :

45, Veer Nariman Road, Bombay-1.

BRANCHES AT :

8, Council House Street,
CALCUTTA-1.

Reserve Bank Building,
 Fort Glacis, South Beach Road,
MADRAS-1.

Reserve Bank Building,
 6, Parliament Street,
NEW DELHI-1.

A. F. FERGUSON & CO.

Chartered Accountants,
BOMBAY & NEW DELHI

AUDITOR'S REPORT

We have audited the attached Balance Sheet of the Unit Trust of India as at 30th June, 1968, and the Revenue Account for the year ended on that date, annexed thereto, and report that :

- (1) Subject to and read with the notes thereon, the Balance Sheet is a full and fair Balance Sheet containing all the necessary particulars and is properly drawn up in accordance with the Unit Trust of India Act, 1963 and the regulations framed thereunder so as to exhibit, to the best of our knowledge and according to the information and explanations given to us, a true and fair view of the state of affairs of the Trust.
- (2) We have received all the information and explanations we have required and found them to be satisfactory.

A. F. FERGUSON & CO.
 Chartered Accountants.

Bombay, 11th September, 1968.

UNIT TRUST

(Established under the Unit Trust of India Act,

BALANCE SHEET AS AT

Liabilities		Amount		
As at 30th June, 1967		Rupees	Rupees	Rupees
Rupees				
Capital :				
Initial Capital :				
5,00,00,000	1,000 Certificates of Rs. 50,000 each .. .. .	..	5,00,00,000	
Unit Capital :				
27,04,55,700	4,11,61,420 Units of Rs. 10/- each		41,16,14,200	
32,04,55,700				46,16,14,200
Reserves and Surplus :				
Unit Premium Reserve :				
9,54,479	Balance as per last Balance Sheet		7,07,210	
Transfer from Appropriation Accounts :				
—	Initial Capital	59,574		
—	Unit Capital	4,90,426		
			5,50,000	
(5,50,032)	Profit/(Loss) on account of variations of Unit prices in terms of clause 8(5) of the Unit Scheme 1964		13,88,752	
4,04,447			26,45,962	
(3,02,763)	Deduct/(Add) : Difference between (a) the excess of face value over the net asset value of units sold/repurchased and (b) recoveries in respect of brokerage and commission, transfer fees, other charges and rounding off elements included in the sale/repurchase prices		23,39,256	
7,07,210			3,06,706	
Other Reserves :				
General Reserve :				
Initial Capital :				
15,729	Balance as per last Balance Sheet	33,628		
17,899	Transfer from Initial Capital Appropriation Account ..	1,50,367		
33,628			1,83,995	
Unit Capital :				
62,275	Balance as per last Balance Sheet	1,59,092		
96,817	Transfer from Unit Capital Appropriation Account ..	12,37,861		
1,59,092			13,96,953	
1,00,773	Initial Capital Appropriation		1,74,166	
11,57,726	Unit Capital Appropriation		16,95,601	
21,58,429				37,57,421
Loans				
From Reserve Bank of India :				
—	(i) Secured against Trustee Securities		—	
—	(ii) Secured against Bonds issued by the Trust and guaranteed by the Central Government		—	
—	From Others		—	
32,26,14,129	Carried forward ..			46,53,71,621

OF INDIA

1963 Regulation 39A Form 1, Schedule B)

30TH JUNE, 1968

(Figures are shown to the nearest rupee)

Assets		Amount		
<i>As at 30th June, 1967</i>				
<i>Rupees</i>		<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
	Investments : (At Cost)			
	Securities of Central and State Governments			
45,59,750	(i) Central Government Treasury Bills	31,76,000		
73,61,450	(ii) Other Trustee Securities	91,22,250		
1,19,21,200			1,22,98,250	
13,94,37,407	Debentures and Bonds		19,92,46,555	
3,98,58,494	Preference Shares		7,74,66,959	
13,95,88,822	Equity Shares		18,68,62,612	
—	Others		—	
33,08,05,923				47,58,74,376
	Deposits :			
—	With Scheduled Banks		—	
52,50,000	With Other Institutions		95,00,000	
52,50,000				95,00,000
	Other Current Assets :			
8,93,669	Balance with Banks and on hand		23,25,621	
3,29,312	Sundry Debtors		4,04,754	
30,955	Sales for Future Settlements		—	
50,51,941	Accrued Income		74,82,227	
28,15,762	Others (including calls paid in advance)		27,83,577	
91,21,639				1,29,96,179
	Fixed Assets :			
—	Land (At Cost)		—	
—	Building (At Cost)	—		
—	Less : Depreciation to-date	—		
	Furniture and Fixtures (At Cost) .			
2,24,301	Balance as per last Balance Sheet	2,78,935		
54,634	Additions during the year	66,076		
2,78,935		3,45,011		
52,769	Less : Depreciation to-date	80,729		
2,26,166			2,64,282	
	Office Equipment (At Cost)			
8,96,515	Balance as per last Balance Sheet	9,85,978		
89,463	Additions during the year	83,333		
9,85,978		10,69,311		
2,55,834	Less : Depreciation to-date	3,77,010		
7,30,144			6,92,301	
9,56,310	C/F		9,56,583	
34,51,77,562	Carried forward ..			49,83,70,555

UNIT TRUST

(Established under the Unit Trust of India Act,

BALANCE SHEET AS AT

Liabilities		Amount
<i>As at 30th June, 1967</i>		
<i>Rupees</i>		<i>Rupees</i>
32,26,14,129	Brought forward ..	46,53,71,621
Current Liabilities and Provisions :		
2,28,878	Sundry Creditors	3,67,448
—	Interest on Loans	—
20,82,300	Purchases for Future Settlements	26,51,552
4,18,330	Unclaimed distributed Income	6,53,080
18,75,000	Income distribution on Initial Capital	15,00,000
1,89,31,899	Income distribution on Unit Capital	2,88,12,994
2,35,36,407		3,39,85,074
34,61,50,536	Total ..	49,93,56,695

*Rupees**Rupees***Contingent Liabilities :**

16,974	(i) Claims against the Trust not acknowledged as debts (Sales tax claimed on importation charges of Tabulating machines under dispute)	18,822
81,21,634	(ii) Uncalled liability in respect of partly paid shares held as investments	1,18,14,080

Capital Commitment :

32,700	Estimated amount of contracts remaining to be executed on Capital Account	Nil
--------	---	-----

As per our report attached

A. F. FERGUSON & CO.,
Chartered AccountantsV. M. SHENAI
Chief Accountant

Bombay, 11th September, 196 .

OF INDIA

1963 Regulation 39A Form I Schedule B)

30TH JUNE, 1968

(Figures are shown to the nearest rupee)

Assets										Amount	
As at 30th June, 1967											
Rupees					Rupees			Rupees		Rupees	
34,51,77,562					Brought forward			..		49,83,70,555	
9,56,310					B/F.					9,56,583	
Motor Vehicles (At Cost) :											
32,568					Balance as per last Balance Sheet			.. .. .		32,568	
—					Additions during the year			.. .. .		20,282	
32,568										52,850	
15,904					Less : Depreciation to-date			.. .. .		23,293	
16,664										29,557	
—					Others			.. .. .		—
9,72,974										9,86,140	
34,61,50,536					Total			..		49,93,56,695	

<i>Rupees</i>	<i>Notes :</i>	<i>Rupees</i>
32,76,29,046	1. (a) Quoted Investments including Treasury Bills Cost ..	47,22,21,693
30,97,21,267	Aggregate market value	46,73,02,078

31,76,877	(b) Unquoted Investments Cost	36,52,683
-----------	--	-----------

2. No provision has been made for the unrealised depreciation in the market value of investments as compared to the book value. After taking this into account, the net value of the assets of the Trust as on 30th June, 1968 amounted to Rs. 46,04,52,006 (30th June, 1967, Rs. 30,47,06,350).
3. No provision has been made in the accounts as on the 30th June, 1968 for the following as the amounts involved are not ascertainable :—

(a) the arrears of Adjustment Allowance payable to the Supervisory and Officer Staff (including the Provident Fund Contribution of the Trust thereon) with effect from 1st January, 1966 as approved by the Reserve Bank of India in August, 1968.

(b) the future liability of the Trust towards gratuity payable to the Reserve Bank of India in respect of the staff placed on duty with the Trust in accordance with the Bank's rules.

4. As regards the Trust's publicity, please see paragraph 12 of the Trustees' Report.

R. S. BHATT	Chairman
V. G. PENDHARKAR	} Trustees
N. M. WAGLE	
N. RAMANAND RAO	
RAMESHWAR THAKUR	
S.* D. SRINIVASAN	
H. T. PAREKH	} Executive Trustee
M. Ct. MUTHIAH	
S. D. DEAHMUKH	

UNIT TRUST

Regulation 39A

REVENUE ACCOUNT FOR THE YEAR

Expenditure		Amount
Previous Year Rupees		Rupees
18,27,406	Salaries, Allowances, Contributions to Provident Fund and Gratuity	29,86,805
3,950	Sitting Fees of Trustees	3,550
12,388	Travelling and other allowances of Trustees (for attending Board and Committee meetings) ..	12,171
6,23,912	Office Expenses	9,09,765
—	Interest on Borrowings	—
4,27,493	Commission, Brokerage and Bank Charges	9,64,387
20,000	Auditors' fees	20,000
1,41,806	Depreciation	1,56,525
30,56,955		50,53,203
—	Less : Amount of management expenses recovered	12,26,816
30,56,955	Total expenditure	38,26,387
2,21,12,995	Income for the year	3,28,62,490
2,51,69,950		Total .. 3,66,88,877
Rs. 85,636	Note : Remuneration and allowances of Chairman and Executive Trustee included in the above are :	
		Rs. 85,040

UNIT TRUST

(Regulation 39A)

REVENUE ACCOUNT FOR THE YEAR

ALLOCATION OF INCOME AND EXPENDITURE BETWEEN INITIAL CAPITAL AND

Previous Year		
Unit Capital Rupees	Initial Capital Rupees	Total Rupees
2,12,42,738	39,27,212	2,51,69,950
		Income as above Less : Interest on Borrowings.
2,12,42,738	39,27,212	2,51,69,950
10,62,137	19,94,818	30,56,955
		Less: Total Expendi- ture as above.
2,01,80,601	19,32,394	2,21,12,995
Transferred to Unit Capital Appropriation Account.	Transferred to Initial Capital Appropriation Account.	

OF INDIA

Form 2, Schedule B)

ENDED 30TH JUNE, 1968

(Figures are shown to the nearest rupee)

Income		Amount	
Previous Year Rupees		Rupees	Rupees
2,22,70,929	Dividend and Interest	3,16,36,436	
1,14,716	Add : Profit on sale and redemption of investments (net)	13,88,228	
2,23,85,645			3,30,24,664
8,86,494	Commission and Brokerage (see note 1)		17,06,875
2,52,894	Other income		4,96,565
2,35,25,033			3,52,28,104
16,44,917	Add : Amount recovered on sale/less amount paid on repurchase of units (net)	26,87,589	
—	Less : Amount of management expenses included in the above, set off for the year ended 30th June 1968 against Expenditure (see note 2)	12,26,816	
16,44,917			14,60,773
2,51,69,950	Total		3,66,88,877

Notes : 1. Commission and Brokerage appearing on the credit side of the Revenue Account represents underwriting commission etc. in respect of shares and debentures subscribed for by the Trust.

2. During the year there has been a change in the accounting treatment of the amount recovered on account of management expenses on sale of units which has a consequential effect on the allocation of Income and Expenditure between Initial and Unit Capitals.

OF INDIA

Form 2 Schedule B)

ENDED 30TH JUNE, 1968

(Figures are shown to the nearest rupee)

UNIT CAPITAL UNDER SECTION 24 AND 25 OF THE UNIT TRUST OF INDIA ACT, 1963

Total Rupees	Initial Capital Rupees	Unit Capital Rupees
3,66,88,877	39,73,976	3,27,14,901
—	—	—
3,66,88,877	39,73,976	3,27,14,901
38,26,387	21,90,642	16,35,745
3,28,62,490	17,83,334	3,10,79,156
	Transferred to Initial Capital Appropriation Account.	Transferred to Unit Capital Appropriation Account.

UNIT TRUST

(Regulation 39A)

REVENUE ACCOUNT FOR THE YEAR

<i>Previous Year</i>	<i>Expenditure</i>	<i>Amount</i>
INITIAL CAPITAL		
<i>Rupees</i>		<i>Rupees</i>
18,75,000	Income Distribution @ 3% (1966-67—3½ %)	15,00,000
—	Transfer to Unit Premium Reserve	59,574
17,899	Transfer to General Reserve	1,50,367
1,00,773	Balance carried to Balance Sheet	1,74,166
19,93,672	Total ..	18,84,107

UNIT CAPITAL

<i>Rupees</i>		<i>Rupees</i>
1,89,31,899	Income Distribution @ 7% (1966-67—7%)	2,88,12,994
—	Transfer to Unit Premium Reserve	4,90,426
96,817	Transfer to General Reserve	12,37,861
11,57,726	Balance carried to Balance Sheet	16,95,601
2,01,86,442	Total ..	3,22,36,882

AS per our report attached to the Balance Sheet.

A. F. FERGUSON & CO.

Chartered Accountants

Bombay 11th September, 1968

OF INDIA

Form 2, Schedule B)

ENDED 30TH JUNE, 1968

(Figures are shown to the nearest rupee)

<i>Previous Year</i>	<i>Income</i>	<i>Amount</i>
----------------------	---------------	---------------

APPROPRIATION ACCOUNT

<i>Rupees</i>		<i>Rupees</i>
61,278	Balance brought forward from previous year	1,00,773
19,32,394	Net Income allocated as above	17,83,33
19,93,672		Total .. 18,84,107

APPROPRIATION ACCOUNT

<i>Rupees</i>		<i>Rupees</i>
5,841	Balance brought forward from previous year	11,57,726
2,01,80,601	Net Income allocated as above	3,10,79,156
2,01,86,442		Total .. 3,22,36,882

R. S. BHATT

Chairman

V. G. PENDHARKAR

N. M. WAGLE

N. RAMANAND RAO

RAMESHWAR THAKUR

S. D. SRINIVASAN

H. T. PAREKH

M. C. MUTHIAH

Trustees

V. M. SHENAI

Chief Accountant.

S. D. DESHMUKH

Executive Trustee.

PANJAB UNIVERSITY (CHANDIGARH)

Chandigarh-14, the 14th October 1968

No. S.T. 20803.—The Central Government (Ministry of Education) have accorded approval *vide* their letter No. F.3-31/68-U.1, dated 20-9-1968, to the amendments proposed in the following regulations :—

I. Regulations 4, 8 and 9 relating to 'Appointments to Teaching Posts' at pages 76-77 of the Calendar, Volume I, 1967 shall read as under :—

4. Nothing in these Regulations shall prevent Senate from appointing, in special cases, short-term or temporary teachers with special terms and conditions of service.

8. Save as provided in Regulations 4 and 7, whenever a Professor or a Reader is to be appointed, Syndicate shall appoint an *ad-hoc* Committee consisting of five persons, at least two of whom shall be experts, in the subject concerned, from outside the State.

xxx

xxx

xxx

9. Save as provided in Regulations 4 and 7, whenever a Lecturer is to be appointed, Syndicate shall appoint an *ad-hoc* Committee of five persons of whom at least two shall be experts in the subject concerned. This Committee shall interview suitable persons and make its recommendations to Syndicate.

II. Regulation 55 relating to 'Appointment and Conditions of Service etc.' at pages 100-101, of the Calendar, Volume I, 1967, shall read as under :—

55. Except where otherwise expressly provided, nothing contained in the foregoing Regulations shall apply to—

- (a) part-time employees of the University including part-time teachers in the Law College.
- (b) Persons re-employed after superannuation or those holding temporary or contract appointments.
- (c) research scholars

xxx

xxx

xxx

III. Regulations 42 and 44 relating to 'Appointment and Conditions of Service etc.' at pages 96-97 of the Calendar, Volume I, 1967, shall read as under :—

42. The rate of subscription to the fund shall be ten per cent on the pay of the depositor.

The subscription to the fund shall be 10% of the pay of the depositor.

Provided that—

(i) when the calculations involve *Paise* amounting to less than 50 it shall be ignored and when these amount to 50 *Paise* or more, full rupee shall be deducted. Such subscriptions shall be deducted month by month from the pay of each depositor by the Registrar or other officers of the University whose duty it is to pay it and the amount deducted shall be paid into the university funds to the credit of the depositor.

(ii) an employee is permitted to subscribe up to 16-2/3% of his pay. The university contribution shall not exceed ten per cent of the pay.

(iii) A University employee, shall not be entitled to university contribution towards his provident fund during the period of leave or furlough after retirement.

Provided Fund contribution shall be made on the full pay and not on leave allowances for the period that the depositor is on leave or furlough while in service.

44. At the end of each half year a sum equal to the aggregate amount subscribed by the employees on the

basis of 10% of their pay during such half year shall be contributed to the fund by the University and subject to the conditions contained in the proviso to this regulation such portion of the amount so contributed as shall be equal to 10% of the pay drawn during the half year for which such contribution was made, shall be placed to the credit of the depositor.

xxx

xxx

xxx

IV. Regulation 2 relating to Examination Fees at page 113 of the Calendar, Volume I, 1967 shall read as under :—

2. Except in the case of members of regular armed forces who belong to the Panjab, Haryana, Himachal Pradesh or Union Territory of Chandigarh, an extra fee of Rs. 10 shall be charged from private candidates who apply from outside Punjab, Haryana, Himachal Pradesh and Union Territory of Chandigarh for an examination or who appear in an examination held at Delhi or at any other town where the University holds that examination, outside Punjab, Haryana, Himachal Pradesh and Union Territory of Chandigarh.

V. Regulation 8 relating to Admission to Examinations at page 116 of the Calendar, Volume I, 1967, shall read as under :—

8. Notwithstanding anything contained in any other regulation, the Syndicate shall have power to—

(A) xxxxx xxxxx xxxxx

(B) xxxxx xxxxx xxxxx

(C) In the case of a scholar from a foreign country, allow him to offer Gujarati, Marathi, Tamil, Sindhi, Kashmiri, *Thai and *Malaysian Language in place of a Modern Indian Language allowed under the regulation for the examination concerned.

Provided that Syndicate shall prescribe any special class and/or test in English for foreign students coming from countries where the standard of English renders it necessary to enable them to prosecute their studies properly : exemption may be granted to students who have already qualified in examinations such as Cambridge University School Certificate and General Certificate of Education.

VI. Regulation 2 relating to 'Private Candidates' at pages 164-168 of the Calendar, Volume I, 1967, shall read as under :—

2. Subject to regulations 1 and 9, the Senate, on recommendation of the Syndicate, may grant permission to the following classes of candidates for admission to a University examination in the Faculties of Languages, and Arts without their having completed the prescribed course of instruction, in a college affiliated to the University, or in a teaching department of the University, if they are otherwise eligible to appear under the regulation for the examination :—

(a) xxx xxx xxx

(b) †Teachers who are working as paid members of the whole-time teaching staff in the institutions specified below, and have been in such service either for a period of two years in the aggregate, or for a period of twelve months continuously, on the date of application, and are recommended by the Head of the institutions concerned :—

xxx

xxx

xxx

xxx

xxx

xxx

*xxxx

xxxxx

xxxxx

†A Demonstrator in a college or an Attendance Officer in a school is a teacher for this purpose.

(q) Persons who have passed M.A. Examination from the Panjab University in the third division and wish to reappear in the same subject for improving their division, on the conditions laid down in the regulations for the M.A. examination.

(r) *Whole-time and paid Laboratory Attendants, Laboratory Assistants and Lecture Assistants working in affiliated colleges or in the Panjab University, for Pre-University (excluding Science subjects), B.A. and M.A. examinations, provided they have been in such service for a period of two years continuously, on the date of application and are permanent employees and are recommended by the Principal/Head of the University Department concerned.*

The candidates admitted under clauses (e), (f), (g), (i), (j) and (r) above must be in service at the time of application for admission and continue to be so till the examination.

VII. Regulation 6(A) for the Matriculation Examination at pages 3-4 of the Calendar, Volume II, 1967, shall read as under :—

6. Every candidate shall offer six subjects as follows :

(A) Compulsory :

(1) English.

xxx

xxx

xxx

(5) General Science.

Note : 1—Students of a school which has no arrangement for the teaching of this subject, may offer up to 1974 examination, one of the following subjects instead of General Science :

(i) Physics and Chemistry;

(ii) Physiology and Hygiene;

(iii) Drawing.

xxx

xxx

xxx

VIII. Regulation 6 for Matriculation Examination at page 5 of the Calendar, Volume II, 1967, shall read as under :—

6. Every candidate shall offer six subjects as follows :

xxxx

xxxx

xxxx

If there is a disparity of more than 10% in the average marks obtained per student of a school, between the internal assessment and external assessment, the marks awarded to all the students of the school internally shall be increased or reduced in accordance with the average number of marks obtained per student of the school in external assessment. For this purpose, every school shall forward to the University *one consolidated internal assessment award in 9th class and another in the 10th class.*

**This shall take effect from and including the admissions of 1967.*

xxxx

xxxx

xxxx

IX. Regulation 15 for B.A./B.Sc. (T.D.C.) examination at page 75 of the Calendar, Volume II, 1967, shall read as under :—

15 (A) xxx

xxx

xxx

Provided that a candidate offering Psychology and Home Science shall produce a certificate from the Head of the institution affiliated to teach Psychology/Home Science or an institution approved for this purpose by the Board of Studies, to the effect that he/she has completed the course prescribed for practical work.

xxx

xxx

xxx

To take effect from the examination of 1968.

X. Regulation 10(a)(ii) for M.A. examination at page 95 of the Calendar, Volume II, 1967, shall read as under :—

10. The examination shall be open to any person who—

(a) (i) has passed B.A. with Honours in the subject of the post-Graduate course; or

(ii) has passed with at least 50 per cent marks in the aggregate—

(a) the B.A. (Pass) or B.Sc. (Pass) or B.Sc. (Home Science) or B.Com. or B.Sc. (Agri.) or LL.B. or B.Sc. (Engg.) or B.Sc. (Chem. Engg.) or B.Sc. (Dairying) or M.B.B.S. or B. Pharm. or *B.T. or *B.Ed. or B.Arch. or Bachelor of Physical Education or Bachelor of Library Science, or Bachelor of Journalism.

OR

(b) Diploma in Physical Education examination or Post-Graduate Diploma in Library Science after having passed B.A. or B.Sc.; or

xxx

xxx

xxx

XI. Regulation 10(a)(1) for M.A. Examination at page 96 of the Calendar, Volume II, 1967, shall read as under :—

10. The examination shall be open to any person who—

(a) (i) xxxx

xxxx

xxxx

xxxx

xxxx

xxxx

Provided that—

(1) for Public Administration course, a person who has passed one of the following shall also be eligible :

(i) B.A. (Pass) with 45 per cent marks in Public Administration, or History or Political Science or Economics or Sociology;

(ii) *has passed with at least 50% marks in the aggregate—*

(a) LL.B. or

(b) B.Com.

xxxx

xxxx

xxxx

XII. Regulation 16 for M.A. examination at pages 99-100 of the Calendar, Volume II, 1967, shall read as under :—

16.1. A person who has passed M.A. examination from this University in the third division may be allowed to re-appear as a private candidate in the same subject for purposes of improving his division. For this purpose, he may be given two chances within a period of five years from the date of his passing in the third division.

16.2. A person who is allowed to re-appear in the M.A. examination under this regulation may re-appear in both Part I and Part II examinations simultaneously or Part I or Part II, or both the Parts separately, but if he chooses to appear in both the Parts, he must complete the examination within a period of five years from passing in the third division.

16.3. Marks obtained in Part I or Part II at the time of obtaining third division may be carried forward and combined with the other part for purposes of improving the division.

*xxxx

xxxx

xxxx

†xxxx

xxxx

xxxx

16.4. A person who chooses to appear in both the Parts separately, but finds that he has improved the division even with the marks of one Part, may not re-appear in the other Part.

16.5. The result of such a candidate shall be declared only if he improves the division.

TRANSITORY PROVISION

A person who has already availed of one chance for improving the division may be allowed up to the year 1971, another chance to re-appear in one or both the Parts, for the purpose of this Regulation.

XIII. Regulation 12 for M.Sc. Anthropology examination at page 118 of the Calendar, Volume II, 1967, shall read as under :—

12. The examination in Part II shall be open to any student of the Panjab University Teaching Department provided he produces the following certificates signed by the Head of the Department.

(i) xxx	xxx	xxx
(ii) xxx	xxx	xxx
(iii) xxx	xxx	xxx

Provided that a deficiency in the prescribed course may be condoned as under :—

(a) *If the deficiency is up to 10 in lectures in each paper and 10 practicals during the whole year—*

(i) *by the Head of the Department;*

(ii) *by the Committee of Control for the students of University Department.*

(b) *if the deficiency is more than 10 in lectures in each paper and 10 practicals* By the Syndicate.

XIV. Regulation 7 for the Examinations, to qualify in English after passing the examination in an Oriental Classical Language or a Modern Indian Language at page 121 of the Calendar, Volume II, 1967, shall read as under :—

7. Applications for admission to the examination shall be made on the prescribed form, accompanied by the prescribed fee, as follows :

	Without late fee	With late fee of Rs. 5	With late fee of Rs. 30	With late fee of Rs. 105
(a) Matriculation English	September 30 of the year preceding the examination for March examination and June 15 for supplementary examination.	October 31 of the year preceding the examination for March examination and June 25 for supplementary examination.	November 30 for March examination and July 25 for supplementary examination.	Upto 14 days before the commencement of the examination (subject to Registrar's discretion).
(b) Intermediate English	December 21 for April examination, July 10 for September examination.	December 31 for April examination, July 25 for September examination.	January 30 for April examination, August 24 for September examination.	Upto 14 days before the commencement of the examination (subject to Registrar's discretion).
(c) (i) B. A. English (ii) One/two elective subject/s for B.A. examination.	December 21 for April examination, July 10 for September examination.	December 31 for April examination, July 25 for September examination.	January 30 for April examination, August 25 for September examination.	Upto 14 days before the commencement of the examination (subject to Registrar's discretion).

These shall be applicable to the examinations of 1968 and onwards.

Three days of grace shall be allowed after the last prescribed date without late fee.

XV. Regulation 4 for Certificate examinations in German, Russian and French at pages 135, 142-143 and 148 respectively, of the Calendar, Volume II, 1967, shall read as under :—

CERTIFICATE EXAMINATION IN GERMAN

4. There will be two written papers and an oral test as given in the syllabus.

CERTIFICATE EXAMINATION IN RUSSIAN

4. There shall be two written papers and an oral test as given in the syllabus.

CERTIFICATE EXAMINATION IN FRENCH

4. There will be two written papers and an oral test as given in the syllabus.

XVI. The Heading, Regulations 1 & 12 for Diploma in Library Science at pages 156-57 of the Calendar, Volume II, 1967 shall read as under :—

BACHELOR OF LIBRARY SCIENCE

1. An examination for the degree of Bachelor of Library Science shall be held once a year in the month of May or on such other date as may be fixed by the syndicate.

12. Each successful candidate shall be granted a degree showing the division in which he has passed.

XVII. Regulations 1 and 7 for B. Com. examination at pages 195 and 196-197 of the Calendar, Volume II, 1967, shall read under :—

1. The examination for the degree of Bachelor of Commerce shall consist of three parts, viz. I, II and III (Final). These examinations shall be held once a year in April or on such other date as may be fixed by the syndicate.

A supplementary examination shall be held in the month of August or on such other date as may be fixed by the Syndicate for candidates coming under compartment under Regulation 15.

7. A student who has completed the prescribed course of instruction for the examination but has not appeared in the examination or has appeared but has failed, may be recommended by the Principal/Head of the Department for admission to such examination, as a late college student, without attending a fresh course of instruction, at the next annual examination. On his second failure in the examination or failure to appear in the examination, he shall not be eligible to appear in the examination without attending a fresh course in an affiliated college/Department. If he fails at the third attempt he may again be permitted to appear at the next annual examination either as a college student or as a private student, but if he fails even at the fourth attempt he shall not be permitted thereafter to appear in that examination either as a college student or as a private candidate. This shall not effect the right of a candidate to reappear in one subject under compartment regulation.

XVIII. Regulation 21(iv)(3) and 'N.B.' for Final professional M.B.B.S. Examination at page 380 of the Calendar, Volume II, 1967, shall read as under :—

21. The examination shall be open to any student who—

(i) xxx xxx xxx
xxx xxx xxx

(iv) produces the following certificates signed by the Head of the college in which he is enrolled :

(1) xxx xxx xxx
(2) xxx xxx xxx

(3) of having passed a special University examination in Preventive and Social Medicine.

N.B.—In addition to the subjects prescribed for the Final M.B.B.S. Examination, every candidate shall be required to qualify in Preventive and Social Medicine. For qualifying in this Subject the candidate shall have two chances before appearing for the Final M.B.B.S. Examination. First chance in December in the year preceding the final examination and second chance in the following April. If he fails to qualify in both the chances he shall have to appear for Preventive and Social Medicine along with other subjects of the final M.B.B.S. examination and, for this purpose, it shall be governed by the regulation prescribed for the other subjects namely : Medical Midwifery & Gynaecology, Surgery and Ophthalmology, etc.

The syllabus and other details of the examination shall be as approved by the Syndicate on the recommendation of the Faculty of Sciences, from time to time.

Pass marks shall be as prescribed for other subjects of the Final examination.

The examination shall be conducted by 2 internal Examiners (i) Professor of Social and Preventive Medicine and (ii) Professor of Medicine and one external examiner in Social and Preventive Medicine and shall consist of one paper of 6 questions, clinical and viva voce.

Written paper	100 Marks
Viva	50 Marks
Practical and Clinical	30 Marks
Internal Assessment	20 Marks

The amount of admission fee for this examination shall be Rs. 25.

The last date by which admission form and fee must reach the Registrar, shall be November 1, without late fee and November 15, with late fee of Rs. 5/-.

Three days of grace may be allowed after the last date without late fee prescribed above.

XIX. The following regulations have been deleted.—

The Heading "Faculty of Law" and Regulations 4 and 5 for 'Private Candidates' at page 169 of the Calendar, Volume I, 1967.

All regulations relating to Intermediate examination at pages 41-51 of the Calendar, Volume II, 1967.

Transitory Regulation 3 for M.A. examination at page 100 of the Calendar, Volume II, 1967.

XX. Addition of Regulation 10-A relating to Admission to examinations at page 117 of the Calendar, Volume I, 1967, as under :—

10-A. A candidate for any examination may apply for change in the subject or subjects or any other entry in his application form provided that—

(i) his application accompanied by a fee of Rs. 5/- is received in the University Office at least one month before the date of examination (for the Matriculation and Higher Secondary examinations the last date for this purpose shall be January 31); and

(ii) request is permissible under the regulations.

XXI. Addition of Regulation 12 relating to 'Admission to Examinations' at page 117 of the Calendar, Volume I, 1967, as under :—

12. If a candidate falls ill seriously and as a result thereof is hospitalised during the days of examination, special arrangements for his examination may be made in the hospital if he—

(i) produces proper evidence to the satisfaction of the Registrar in support of the serious illness, duly certified by the Head of the hospital; and

(ii) arrangements to the satisfaction of the Registrar can be made for holding the examination in the hospital.

Provided that for special arrangements the candidate shall pay an additional charge of Rs. 25/- per paper.

XXII. Addition of Regulation 3-A for examinations to qualify in English after passing the examination in an Oriental Classical Language or a Modern Indian Language at page 120 of the Calendar, Volume II, 1967, as under :—

3-A. A candidate who has failed in Pre-Engineering/Pre-Medical examination while passing in the subject of English, may appear in B.A. English only examination if he has already passed Honours examination in a Classical Language or a Modern Indian Language.

XXIII. Addition of Regulation 10(B) for M.Sc. in Agriculture examination, at page 188 of the Calendar, Volume II, 1967, as under :—

10.B. Twenty per cent of total marks in each subject, separately in theory and practical, shall be reserved for internal assessment.

Dated October 9, 1968.

K. C. WALIA
Deputy Registrar (General)

Scaled in my presence with the Common Seal of the Punjab University this day, the 11th of October 1968.

SUJAN SINGH
Registrar

AGRICULTURAL REFINANCE CORPORATION

Bombay, the 5th October 1968

Sec. 3434/B(5)-68/69.—In pursuance of Regulation 29 of the Agricultural Refinance Corporation General Regulations 1963 it is hereby notified that the following candidates were elected as Directors of the Corporation at the Fifth Annual General

Meeting of the Corporation held in Bombay on 27th September 1968.

Name and address	Representing	How appointed
1. Shri N. A. Kalyani President Bombay State Cooperative Land Mortgage Bank Ltd. J. K. Building Dougall Road Ballard Estate Bombay-1.	Central land mortgage banks	Elected under clause (d) of section 10 of the Act.
2. Shri M. R. Patel Chairman Gujarat State Co-operative Bank Ltd. Sahakar Bhavan Relief Road Ahmedabad.	State Co-operative Banks	Elected under clause (e) of section 10 of the Act.
3. Shri M. G. Parikh General Manager Bank of Baroda Ltd. Apollo Street Bombay-1.	Life Insurance Corporation of India scheduled banks, Insurance and investment Companies and other financial institutions.	Elected under clause (f) of section 10 of the Act.

K. C. CHERIYAN,
Managing Director

EMPLOYEES' STATE INSURANCE CORPORATION Regional Office : Maharashtra

Bombay-5, the 12th September 1968

No. B/Estt-II-18(35).—It is hereby notified that a local Committee consisting of the following members has been set up for Kolhapur area (Maharashtra Region) under Regulation 10-A of the E.S.I. (General) Regulations, 1950 with effect from the date of Notification.

CHAIRMAN

Under Regulation 10-A-(1) (a)

- (1) The Assistant Commissioner of Labour, Kolhapur.

MEMBERS

Under Regulation 10-A-(1) (b)

- (2) The Civil Surgeon, Kolhapur.

Under Regulation 10-A-(1) (c)

- (3) The Liaison Officer,
Employees' State Insurance Scheme,
C. P. R. General Hospital, Kolhapur.

Under Regulation 10-A-(1) (d)

- (4) Shri N. A. Tendulkar,
M/s. Prakash Fabricators,
Rajaram Road, Kolhapur.
(5) Shri S. V. Joshi,
Labour & Welfare Officer,
Shri Shahu Chatrapati Mills,
Shahupuri, Kolhapur.

Under Regulation 10-A-(1) (e)

- (6) Shri E. Q. D'Souza,
President Shahu Mill Kamagar Sangh,
Opp. Shahu Mills, Shahupuri, Bagal Chowk,
Kolhapur.

- (7) Shri Panduran Sakaharam Tayshete,
2019, E Ward, Rajarampuri, 8th Line,
Navi Vasahat, Kolhapur.

Under Regulation 10-A-(1) (f)

- (8) The Manager,
Local Office Kolhapur,
E.S.I. Corporation,
1325/21, Shivaji Udyan Nagar, Kolhapur. Secretary

No. B/Estt-II-18(37).—It is hereby notified that a Local Committee consisting of the following members has been set up for Nanded area (Maharashtra Region) under regulation 10-A of the E.S.I. (General) Regulation 1950, with effect from the date of Notification.

CHAIRMAN

Under Regulation 10-A-(1) (a)

- (1) The Assistant Commissioner of Labour, Aurangabad.

MEMBERS

Under Regulation 10-A-(1) (b)

- (2) The Civil Surgeon, Nanded.

Under Regulation 10-A-(1) (c)

- (3) The Administrative Medical Officer,
Employees' State Insurance Scheme,
Vidarbha Region. NAGPUR.

Under Regulation 10-A-(1) (d)

- (4) Shri K. J. Rane,
Factory Manager,
The Osmanshahi Mills Limited, NANDED.
(5) Shri G. G. Barhale,
Labour Officer,
State Transport Corporation,
Nanded Division, NANDED.

Under Regulation 10-A-(1) (e)

- (6) Shri S. S. Rahgaonkar,
Secretary,
Labour, Colony R. No. 28, Bk. No. 3,
NANDED.
(7) Shri Sonaji Kondiba Sawant,
Nallagutta Chawl, O. S. Mills,
Colony, NANDED.

Under Regulation 10-A-(1) (f)

- (8) The Manager,
Local Office Nanded,
E.S.I. Corporation,
NANDED. Secretary

By Order,
V. A. MUTATKAR
Regional Director

Regional Office : Mysore

Bangalore, the 17th September 1968

No. MYS. Co-ord-18(11)-A/62.—It is hereby notified that the Local Committee constituted vide this office notification No. Mys/Adm-18(11)/62, dated 4th January, 1963 for Hubli and Dandeli areas under Regulation 10-A

of the E.S.I. (General) Regulations, 1950, has been re-constituted with the following members with effect from the date of notification :—

CHAIRMAN

Under Regulation 10-A (1) (a)

Assistant Labour Commissioner,
Belgaum Division, Hubli.

MEMBERS

Under Regulation 10-A (1) (b)

Labour Officer,
Hubli Sub-Division,
Hubli.

Under Regulation 10-A (1) (c)

Insurance Medical Officer incharge
of E.S.I. Dispensary,
Dandeli.

Under Regulation 10-A (1) (d)

1. Labour Welfare Officer,
West Coast Paper Mills Ltd.,
Dandeli.
2. Works Manager,
M.S.R.T.C. Regional Workshop,
Hubli.

Under Regulation 10-A (1) (e)

1. Shri P. G. Wadikar,
General Secretary,
Hubli-Dharwar Municipal Corporation
Employees' Association, Hubli.

2. The President,
Hubli-Dharwar Mechanical Engg. Workers Union,
House No. 7782, Veerapura Oni, Hubli.

Under Regulation 10-A (1) (f)

The Manager,

Secretary

Local Office, E.S.I. Corporation, Hubli.

By Order,

K. C. AGGARWAL

Regional Director

DEPARTMENT OF COMMUNICATIONS

Office of the Director-General, Posts and Telegraphs

NOTICE

New Delhi, the 20th September 1968

No. 25/43/68-LI.—Postal Life Insurance EA/55 Policy No. 91918 P, dated 9-8-62 for Rs. 2,000/- held by Shri V. Santhaiyan having been lost from the departmental custody, notice is hereby given that the payment thereof has been stopped. The Deputy Director, Postal Life Insurance, Calcutta has been authorised to issue a duplicate policy in favour of the insurant. The public are hereby cautioned against dealing with the original policy.

S. K. GHOSH

Director (PLI & Complaints)

